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 , and ending

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

Use the IRS label. Otherwise, print or type. See Specific Instructions.

Name of foundation
THE LEONARD RYDELL FOUNDATION

A Employer identification number
45-0459133

Number and street (or P O box number if mail is not delivered to street address) | Room/suite
2700 SO WASHINGTON ST, P.O. BOX 13398

B Telephone number
701-772-7211

City or town, state, and ZIP code
GRAND FORKS, ND 58208-3398

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 ▶ [ ]

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

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

I Fair market value of all assets at end of year (from Part II, col. (c), line 16) ▶$ 487,624.

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

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

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

		(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			N/A	
	2 Check ▶ [X] if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	16,389.	16,389.		STATEMENT 1
	4 Dividends and interest from securities	4,953.	4,953.		STATEMENT 2
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	<14,001.>			
	b Gross sales price for all assets on line 6a 119,234.				
	7 Capital gain net income (from Part IV, line 2)		0.		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss)				
	11 Other income				
	12 **Total** Add lines 1 through 11	7,341.	21,342.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	0.	0.		0.
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees STMT 3	281.	0.		281.
	b Accounting fees STMT 4	775.	0.		775.
	c Other professional fees STMT 5	1,693.	847.		846.
	17 Interest				
	18 Taxes STMT 6	126.	8.		0.
	19 Depreciation and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses STMT 7	10.	10.		0.
	24 **Total operating and administrative expenses** Add lines 13 through 23	2,885.	865.		1,902.
	25 Contributions, gifts, grants paid	26,000.			26,000.
	26 **Total expenses and disbursements.** Add lines 24 and 25	28,885.	865.		27,902.
	27 Subtract line 26 from line 12:				
	a Excess of revenue over expenses and disbursements	<21,544.>			
	b **Net investment income** (if negative, enter -0-)		20,477.		
	c **Adjusted net income** (if negative, enter -0-)			N/A	

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Part II Balance Sheets

Attached schedules and amounts in the description column should be for end-of-year amounts only

		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing	263.	115.	115.
	2 Savings and temporary cash investments	11,263.	4,552.	4,552.
	3 Accounts receivable ▶			
	Less: allowance for doubtful accounts ▶			
	4 Pledges receivable ▶			
	Less: allowance for doubtful accounts ▶			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons			
	7 Other notes and loans receivable ▶			
	Less: allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments - U.S. and state government obligations			
	b Investments - corporate stock			
	c Investments - corporate bonds			
	11 Investments - land, buildings, and equipment basis ▶			
	Less accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other STMT 8	487,676.	472,940.	482,735.
	14 Land, buildings, and equipment: basis ▶			
	Less accumulated depreciation ▶			
	15 Other assets (describe ▶ INTEREST RECEIVABLE)	171.	222.	222.
	16 Total assets (to be completed by all filers)	499,373.	477,829.	487,624.
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable			
	22 Other liabilities (describe ▶)			
	23 Total liabilities (add lines 17 through 22)	0.	0.	
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ [X] and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	0.	0.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	499,373.	477,829.	
	30 Total net assets or fund balances	499,373.	477,829.	
	31 Total liabilities and net assets/fund balances	499,373.	477,829.	

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	499,373.
2 Enter amount from Part I, line 27a	2	<21,544.>
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	477,829.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	477,829.

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shs. MLC Co.)	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a	ALERUS FINANCIAL-DETAIL ATTACHED	P	VARIOUS	VARIOUS
b	ALERUS FINANCIAL-DETAIL ATTACHED	P	VARIOUS	VARIOUS
c	CARDINAL HEALTH-SETTLEMENT	P	VARIOUS	VARIOUS
d	UNITED HEALTH GROUP-SETTLEMENT	P	VARIOUS	VARIOUS
e	CAPITAL GAINS DIVIDENDS			

	(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	27,074.		25,365.	1,709.
b	92,023.		107,870.	<15,847.>
c	30.			30.
d	50.			50.
e	57.			57.

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

	(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
a				1,709.
b				<15,847.>
c				30.
d				50.
e				57.

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** <14,001.>

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6):
If gain, also enter in Part I, line 8, column (c).
If (loss), enter -0- in Part I, line 8 } **3** N/A

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

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

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

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

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

1 Enter the appropriate amount in each column for each year; see instructions before making any entries.

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2008	26,326.	508,664.	.051755
2007	23,757.	561,982.	.042274
2006	27,810.	534,414.	.052038
2005	18,058.	484,521.	.037270
2004	20,120.	449,099.	.044801

2	**Total** of line 1, column (d)	2	.228138
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	.045628
4	Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	449,492.
5	Multiply line 4 by line 3	5	20,509.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	205.
7	Add lines 5 and 6	7	20,714.
8	Enter qualifying distributions from Part XII, line 4	8	27,902.

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 instructions)

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1. Date of ruling or determination letter: ________ (attach copy of letter if necessary-see instructions)			
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ [X] and enter 1% of Part I, line 27b		1	205.
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	205.
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	205.
6	Credits/Payments:			
a	2009 estimated tax payments and 2008 overpayment credited to 2009	6a 497.		
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	497.
8	Enter any **penalty** for underpayment of estimated tax. Check here ☐ if Form 2220 is attached		8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶		9	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶		10	292.
11	Enter the amount of line 10 to be: **Credited to 2010 estimated tax** ▶ 292. **Refunded** ▶		11	0.

Part VII-A Statements Regarding Activities

		Line	Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see 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? N/A	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV.*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ ND			
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)*

		Line	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 ▶ ALERUS FINANCIAL - ATTN. MARK HALL Telephone no. ▶701-795-3200

Located at ▶401 DEMERS AVE, GRAND FORKS, ND ZIP+4 ▶58201

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

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

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

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

		Answer	Line	Yes	No
1a	During the year did the foundation (either directly or indirectly):				
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	☐ Yes ☒ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	☐ Yes ☒ No			
	(6) Agree to pay money or property to a government official? (**Exception** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.)	☐ Yes ☒ No			
b	If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see page 20 of the instructions)?	N/A	1b		
	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 ▶ 2007 , , ,				
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement - see instructions.)		2b	X	
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here. ▶ , , ,				
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	☐ Yes ☒ No			
b	If "Yes," did it have excess business holdings in 2009 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969; **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest; or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2009.)*	N/A	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2009?		4b		X

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

5a During the year did the foundation pay or incur any amount to:

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No

(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? ☐ Yes ☒ No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)? N/A | 5b |

Organizations relying on a current notice regarding disaster assistance check here ▶ ☐

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? N/A ☐ Yes ☐ No

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

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? | 6b | | X

If "Yes" to 6b, file Form 8870.

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No

b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction? N/A | 7b |

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

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

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE STATEMENT 9		0.	0.	0.

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

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

Total number of other employees paid over $50,000 ▶ 0

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

3 Five highest-paid independent contractors for professional services. If none, enter "NONE."

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over $50,000 for professional services ▶		0

Part IX-A **Summary of Direct Charitable Activities**

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

Part IX-B **Summary of Program-Related Investments**

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.	Amount
1 N/A	
2	
All other program-related investments. See instructions. 3	
Total. Add lines 1 through 3 ▶	0.

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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	456,337.
b	Average of monthly cash balances		1b	
c	Fair market value of all other assets		1c	
d	**Total** (add lines 1a, b, and c)		1d	456,337.
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	456,337.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)		4	6,845.
5	**Net value of noncharitable-use assets** Subtract line 4 from line 3. Enter here and on Part V, line 4		5	449,492.
6	**Minimum investment return**. Enter 5% of line 5		6	22,475.

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

1	Minimum investment return from Part X, line 6		1	22,475.
2a	Tax on investment income for 2009 from Part VI, line 5	2a 205.		
b	Income tax for 2009. (This does not include the tax from Part VI.)	2b		
c	Add lines 2a and 2b		2c	205.
3	Distributable amount before adjustments. Subtract line 2c from line 1		3	22,270.
4	Recoveries of amounts treated as qualifying distributions		4	0.
5	Add lines 3 and 4		5	22,270.
6	Deduction from distributable amount (see instructions)		6	0.
7	**Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1		7	22,270.

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	27,902.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions** Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	27,902.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	205.
6	**Adjusted qualifying distributions**. Subtract line 5 from line 4	6	27,697.

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.

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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				22,270.
2 Undistributed income, if any, as of the end of 2009				
a Enter amount for 2008 only			25,210.	
b Total for prior years: 2007, ____, ____		393.		
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: ▶ $ 27,902.				
a Applied to 2008, but not more than line 2a			25,210.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2009 distributable amount				2,692.
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		393.		
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		393.		
e Undistributed income for 2008. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				19,578.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7	0.			
9 **Excess distributions carryover to 2010.** Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2005				
b Excess from 2006				
c Excess from 2007				
d Excess from 2008				
e Excess from 2009				

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

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

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

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

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

1 **Information Regarding Foundation Managers:**

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

SEE STATEMENT 10

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:

MARK HALL, ALERUS FINANCIAL, 701-795-3200
401 DEMERS AVE, GRAND FORKS, ND 58201

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

PRESCRIBED APPLICATION FORM

c Any submission deadlines:

JULY PRECEDING THE BEGINNING OF THE SCHOOL YEAR

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

EDUCATIONAL SCHOLARSHIPS ONLY - MAXIMUM OF $3,000 PER AWARD.

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 11				
Total			▶ 3a	26,000.
b *Approved for future payment*				
NONE				
Total			▶ 3b	0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income (a) Business code	Unrelated business income (b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	Excluded by section 512, 513, or 514 (d) Amount	(e) Related or exempt function income
1 Program service revenue:					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	16,389.	
4 Dividends and interest from securities			14	4,953.	
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	<14,001.>	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue:					
a					
b					
c					
d					
e					
12 Subtotal. Add columns (b), (d), and (e)		0.		7,341.	0.

13 **Total.** Add line 12, columns (b), (d), and (e) 13 7,341.

(See worksheet in line 13 instructions 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).

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

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

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

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

Connie Mondry | 8-12-10 | Trustee

Signature of officer or trustee | Date | Title

Paid Preparer's Use Only

Preparer's signature	Date	Check if self-employed ▶ ☐	Preparer's identifying number
[signature]	2/15/11		502-68-9666

Firm's name (or yours if self-employed), address, and ZIP code: BRADY, MARTZ AND ASSOCIATES, P.C.
P.O. BOX 14296
GRAND FORKS, ND 58208-4296

EIN ▶

Phone no. 701-775-4685

923622
02-02-10

FORM 990-PF INTEREST ON SAVINGS AND TEMPORARY CASH INVESTMENTS STATEMENT 1

SOURCE	AMOUNT
ALERUS FINACIAL	12,058.
ALERUS FINACIAL-ACC INT PURC-US GOVT	4,319.
ALERUS FINACIAL-US GOVT	12.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	16,389.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
ALERUS FINANCIAL	5,010.	57.	4,953.
TOTAL TO FM 990-PF, PART I, LN 4	5,010.	57.	4,953.

FORM 990-PF LEGAL FEES STATEMENT 3

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL FEES	281.	0.		281.
TO FM 990-PF, PG 1, LN 16A	281.	0.		281.

FORM 990-PF ACCOUNTING FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	775.	0.		775.
TO FORM 990-PF, PG 1, LN 16B	775.	0.		775.

FORM 990-PF OTHER PROFESSIONAL FEES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
TRUSTEE FEES	1,693.	847.		846.
TO FORM 990-PF, PG 1, LN 16C	1,693.	847.		846.

FORM 990-PF TAXES STATEMENT 6

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FEDERAL EXCISE TAX ON INVESTMENT INCOME	118.	0.		0.
FOREIGN TAX WITHHELD	8.	8.		0.
TO FORM 990-PF, PG 1, LN 18	126.	8.		0.

FORM 990-PF OTHER EXPENSES STATEMENT 7

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
SEC OF STATE FILING FEE	10.	10.		0.
TO FORM 990-PF, PG 1, LN 23	10.	10.		0.

FORM 990-PF OTHER INVESTMENTS STATEMENT 8

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
ALERUS AGENCY-BONDS	FMV	340,324.	322,329.
ALERUS AGENCY-COMMON STOCK	FMV	132,616.	160,406.
TOTAL TO FORM 990-PF, PART II, LINE 13		472,940.	482,735.

FORM 990-PF PART VIII - LIST OF OFFICERS, DIRECTORS TRUSTEES AND FOUNDATION MANAGERS STATEMENT 9

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN-SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
WES RYDELL 3202 BELMONT ROAD GRAND FORKS, ND 58201	PRESIDENT & DIRECTOR 0.00	0.	0.	0.
DENNIS LUNDE 3901 2ND AVE SW FARGO, ND 58103	VICE-PRES. & DIRECTOR 0.00	0.	0.	0.
IVAN GANDRUD 919 AUTO PLAZA DRIVE GREEN BAY, WI 54302	TREASURER & DIRECTOR 0.00	0.	0.	0.
RANDY NEHRING 4101 WEST 41ST ST SIOUX FALLS, SD 57116	SECRETARY & DIRECTOR 0.00	0.	0.	0.
JIM RYDELL 3521 INVERNESS WATERLOO, IA 50701	DIRECTOR 0.00	0.	0.	0.
CONNIE MONDRY 1121 CHERRY ST GRAND FORKS, ND 58201	DIRECTOR 0.00	0.	0.	0.
TOTALS INCLUDED ON 990-PF, PAGE 6, PART VIII		0.	0.	0.

FORM 990-PF PART XV - LINE 1A LIST OF FOUNDATION MANAGERS STATEMENT 10

NAME OF MANAGER

WES RYDELL
DENNIS LUNDE
IVAN GANDRUD
RANDY NEHRING
JIM RYDELL

FORM 990-PF | GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR | STATEMENT 11

RECIPIENT NAME AND ADDRESS	RECIPIENT RELATIONSHIP AND PURPOSE OF GRANT	RECIPIENT STATUS	AMOUNT
UNIVERSITY OF MINNESOTA-DULUTH 1049 UNIVERSITY DR DULUTH, MN 55812-3011	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	2,000.
NORTH DAKOTA STATE UNIVERSITY PO BOX 6050 FARGO, ND 58108-6050	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	2,000.
UNIVERSITY OF MONTANA LODGE 218 MISSOULA, MT 59812	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	2,000.
BISMARCK STATE COLLEGE PO BOX 5587 BISMARCK, ND 58506	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	2,000.
UNIVERSITY OF WYOMING 1000 E UNIVERSITY AVE LARIMIE, WY 82071	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	2,000.
DORDT COLLEGE 498 4TH ST NE SIOUX CENTER, IA 51250	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	1,000.
NORTH DAKOTA STATE UNIVERSITY PO BOX 6050 FARGO, NE 58108-6050	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	2,000.
UNIVERSITY OF WYOMING 1000 E UNIVERSITY AVE LARIMIE, WY 82071	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	2,000.

COLUMBIA COLLEGE CHICAGO 600 SOUTH MICHIGAN AVE CHICAGO, IL 60605-1996	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	2,000.
UNIVERSITY OF WYOMING 1000 E UNIVERSITY AVE LARIMIE, WY 82071	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	2,000.
SOUTH DAKOTA STATE UNIVERSITY BOX 2201 BROOKINGS, SD 57007	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	2,000.
UNIVERSITY OF MINNESOTA 106 PLEASANT ST SE MINNEAPOLIS, MN 55455	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	2,000.
UNIVERSITY OF NORTH DAKOTA 204 TWAMLEY HALL, MAIL STOP 8371 GRAND FORKS, ND 582028371	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	2,000.
COLLEGE OF ST SCHOLASTICA 1200 KENWOOD AVE DULUTH, MN 55811	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	2,000.
IOWA CENTRAL COMMUNITY COLLEGE-2008 SCHOLARSHIP RETURNED - 330 AVENUE M FORT DODGE, IA 50801	NONE SCHOLARSHIP	EDUCATIONA ORGANIZATI	<1,000.>
TOTAL TO FORM 990-PF, PART XV, LINE 3A			26,000.

ACCOUNT # 1050093400
TAX ID ~~XX-XXX9133~~ 45-0459133
FROM 01/01/09
TO 12/31/09
FISCAL YEAR: 12/31

ALERUS FINANCIAL NA
Gain and Loss Report
THE LEONARD RYDELL FOUNDATION
AGENCY

AS OF 01/21/10
RUN JAN 21 10

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
SHORT TERM CAPITAL GAIN (LOSS)				
40 SHARES OF ADR NOKIA CORP FINLAND	01/12/09 09/26/08	586.63	779.60	(192.97)
40 SHARES OF STATE STREET CORP	01/26/09 04/22/08	807.65	2,631.63	(1,823.98)
5 SHARES OF JP MORGAN CHASE & CO	02/18/09 09/17/08	106.94	180.88	(73.94)
90 SHARES OF ISHARES S&P MIDCAP 400 VALUE INDEX FUND	03/11/09 11/12/08	3,523.67	4,236.04	(712.37)
60 SHARES OF ISHARES S&P MIDCAP 400 GROWTH INDEX FUND INDEX FD	03/11/09 11/12/08	2,806.45	3,119.75	(313.30)
20 SHARES OF EATON VANCE CORPORATION	04/14/09 11/21/08	511.38	251.99	259.39
5 SHARES OF AMERICAN EXPRESS COMPANY	05/12/09 11/21/08	125.02	86.28	38.74
100.735 SHARES OF FEDERATED KAUFMANN SMALL CAP	05/28/09 03/20/09	1,577.51	1,235.00	342.51
5 SHARES OF BLACKROCK INC	06/05/09 03/03/09	820.92	459.82	361.10
15 SHARES OF APOLLO GROUP INC	07/13/09 05/20/09	978.74	935.14	43.60
10 SHARES OF F P L GROUP INC	07/13/09 10/30/08	550.60	460.35	90.25

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
SHORT TERM CAPITAL GAIN (LOSS) - CONTINUED				
75 SHARES OF SEI INVESTMENTS CO	07/13/09 03/19/09	1,288.54	875.49	413.05
35 SHARES OF SEI INVESTMENTS CO	07/13/09 04/14/09	601.32	500.89	100.43
10 SHARES OF AMERICAN EXPRESS COMPANY	07/20/09 11/21/08	286.14	172.57	113.57
30 SHARES OF AMERICAN EXPRESS COMPANY	07/20/09 07/13/09	858.43	724.14	134.29
32.077 SHARES OF FIDELITY ADVISOR INTL DISCOVERY I	09/14/09 06/16/09	945.00	794.23	150.77
75.191 SHARES OF BUFFALO SMALL CAP FD INC	09/14/09 05/28/09	1,670.00	1,383.51	286.49
14.508 SHARES OF PIMCO EMERGING LOCAL BOND INST FUND #332	09/14/09 06/24/09	140.00	127.67	12.33
5.39 SHARES OF BUFFALO SMALL CAP FD INC	10/14/09 05/28/09	125.00	99.18	25.82
10 SHARES OF COVIDIEN PLC	10/28/09 01/20/09	422.47	360 25	62.22
20 SHARES OF COVIDIEN PLC	10/28/09 03/23/09	844.95	655.83	189.12
55 SHARES OF DJ WILSHIRE INTERNTL REAL ESTATE	11/10/09 12/15/08	1,969.50	1,446.68	522.82

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
SHORT TERM CAPITAL GAIN (LOSS) - CONTINUED				
144.381 SHARES OF GOLDMAN SACHS REAL ESTATE SECURITIES FUND #649	11/13/09 06/16/09	1,362.96	1,015.00	347.96
10 SHARES OF SCHLUMBERGER LIMITED	12/10/09 07/13/09	607.26	510.60	96.66
15 SHARES OF FRANKLIN RESOURCES INC	12/10/09 01/26/09	1,647.93	766.11	881.82
5 SHARES OF INTERNATIONAL BUSINESS MACHINES CORP	12/18/09 05/14/09	636.42	507.37	129.05
10 SHARES OF INTERNATIONAL BUSINESS MACHINES CORP	12/18/09 05/27/09	1,272.85	1,049.11	223.74
TOTAL SHORT TERM CAPITAL GAIN (LOSS)		27,074.28	25,365.11	1,709.17

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
LONG TERM CAPITAL GAIN (LOSS)				
50 SHARES OF ADR NOKIA CORP FINLAND	01/12/09 02/28/03	733.29	672.33	60.96
30 SHARES OF ADR NOKIA CORP FINLAND	01/12/09 12/23/04	439.98	478.20	(38.22)
48.48 UNITS OF FEDERAL HOME LOAN MORTGAGE CORP (14 DAY DELAY) 3.5% 06/15/2033	01/16/09 07/29/03	48.48	48.27	0.21
10 SHARES OF WATERS CORPORATION	01/20/09 08/17/07	379.67	614.10	(234.43)
15 SHARES OF PROCTER & GAMBLE CO	01/20/09 09/12/06	866.00	929.75	(63.75)
103.67 UNITS OF COUNTRYWIDE HOME LOANS (24 DAY DELAY) 5.5% 02/25/2018	01/27/09 01/11/06	103.67	103.28	0.39
9.23 UNITS OF MASTER ARM TRUST (24 DAY DELAY) FLTG RT 5.11813% 08/25/2034	01/27/09 09/01/04	9.23	9.38	(0.15)
127.6 UNITS OF STRUCTURED ASSET SECURITES CORP (24 DAY DELAY) 4.5% 02/25/2033	01/27/09 04/15/04	127.60	127.44	0.16
30 SHARES OF ILLINOIS TOOL WORKS INC	01/29/09 02/14/02	1,009.76	1,081.85	(72.09)
45 SHARES OF JOHNSON CONTROLS INC	02/06/09 09/04/07	634.67	1,722.63	(1,087.96)
20 SHARES OF KOHLS CORPORATION	02/06/09 02/14/02	766.21	1,405.19	(638.98)

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
LONG TERM CAPITAL GAIN (LOSS) - CONTINUED				
38.92 UNITS OF FEDERAL HOME LOAN MORTGAGE CORP (14 DAY DELAY) 3.5% 06/15/2033	02/18/09 07/29/03	38.92	38.75	0.17
313 382 SHARES OF FIDELITY ADVISORS DIVERSIFIED INTERNATIONAL FUND #734	02/23/09 02/14/02	2,989.67	3,851.46	(861.79)
41.494 SHARES OF FIDELITY ADVISORS DIVERSIFIED INTERNATIONAL FUND #734	02/23/09 05/14/03	395.85	500.00	(104.15)
26.156 SHARES OF FIDELITY ADVISORS DIVERSIFIED INTERNATIONAL FUND #734	02/23/09 01/17/07	249.53	605.00	(355.47)
5.012 SHARES OF FIDELITY ADVISORS DIVERSIFIED INTERNATIONAL FUND #734	02/23/09 11/19/07	47.81	125.00	(77.19)
98.507 SHARES OF FIDELITY ADVISORS DIVERSIFIED INTERNATIONAL FUND #734	02/23/09 02/19/08	939.76	1,980.00	(1,040.24)
104.14 UNITS OF COUNTRYWIDE HOME LOANS (24 DAY DELAY) 5.5% 02/25/2018	02/26/09 01/11/06	104.14	103.75	0.39
95.48 UNITS OF MASTER ARM TRUST (24 DAY DELAY) FLTG RT 5.11813% 08/25/2034	02/26/09 09/01/04	95.48	97.02	(1 54)
213.79 UNITS OF STRUCTURED ASSET SECURITES CORP (24 DAY DELAY) 4.5% 02/25/2033	02/26/09 04/15/04	213.79	213.52	0.27

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
LONG TERM CAPITAL GAIN (LOSS) - CONTINUED				
523.86 SHARES OF FEDERATED INTERNATIONAL HIGH INCOME FUND #609 ACCOUNT #2006513	02/27/09 02/14/02	3,279.36	3,991.81	(712.45)
72.562 SHARES OF FEDERATED INTERNATIONAL HIGH INCOME FUND #609 ACCOUNT #2006513	02/27/09 07/12/06	454.24	640.00	(185.76)
50.11 SHARES OF FEDERATED INTERNATIONAL HIGH INCOME FUND #609 ACCOUNT #2006513	02/27/09 01/17/07	313.69	455.00	(141.31)
1031.488 SHARES OF PIMCO HIGH YIELD INTSTL FUND# 108	02/27/09 02/14/02	6,642.78	9,500.00	(2,857.22)
47.506 SHARES OF PIMCO HIGH YIELD INTSTL FUND# 108	02/27/09 05/18/04	305.94	438.96	(133.02)
227.421 SHARES OF PIMCO HIGH YIELD INTSTL FUND# 108	02/27/09 07/12/06	1,464.59	2,167.32	(702.73)
20.082 SHARES OF PIMCO HIGH YIELD INTSTL FUND# 108	02/27/09 10/10/06	129.33	195.00	(65.67)
41.415 SHARES OF PIMCO HIGH YIELD INTSTL FUND# 108	02/27/09 01/17/07	266.71	410.00	(143.29)

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
LONG TERM CAPITAL GAIN (LOSS) - CONTINUED				
14.529 SHARES OF PIMCO HIGH YIELD INTSTL FUND# 108	02/27/09 04/18/07	93.57	145.00	(51.43)
20 SHARES OF NOVARTIS A G	03/03/09 05/06/05	681.51	994.79	(313.28)
50.89 UNITS OF FEDERAL HOME LOAN MORTGAGE CORP (14 DAY DELAY) 3.5% 06/15/2033	03/17/09 07/29/03	50.89	50.67	0.22
120 SHARES OF WELLS FARGO & COMPANY	03/19/09 02/14/02	1,915.70	2,817.90	(902.20)
104.62 UNITS OF COUNTRYWIDE HOME LOANS (24 DAY DELAY) 5.5% 02/25/2018	03/26/09 01/11/06	104.62	104.23	0.39
4.37 UNITS OF MASTER ARM TRUST (24 DAY DELAY) FLTG RT 5.11813% 08/25/2034	03/26/09 09/01/04	4.37	4.44	(0.07)
228.08 UNITS OF STRUCTURED ASSET SECURITES CORP (24 DAY DELAY) 4.5% 02/25/2033	03/26/09 04/15/04	228.08	227.79	0.29
74.61 UNITS OF FEDERAL HOME LOAN MORTGAGE CORP (14 DAY DELAY) 3.5% 06/15/2033	04/16/09 07/29/03	74.61	74.28	0.33
105.05 UNITS OF COUNTRYWIDE HOME LOANS (24 DAY DELAY) 5 5% 02/25/2018	04/28/09 01/11/06	105.05	104 66	0.39

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
LONG TERM CAPITAL GAIN (LOSS) - CONTINUED				
490.12 UNITS OF STRUCTURED ASSET SECURITES CORP (24 DAY DELAY) 4.5% 02/25/2033	04/28/09 04/15/04	490.12	489.51	0.61
8.66 UNITS OF MASTER ARM TRUST (24 DAY DELAY) FLTG RT 5.11813% 08/25/2034	04/28/09 09/01/04	8.66	8.80	(0.14)
40 SHARES OF AMERICAN EXPRESS COMPANY	05/12/09 03/04/08	1,000.20	1,674.34	(674.14)
65.6 UNITS OF FEDERAL HOME LOAN MORTGAGE CORP (14 DAY DELAY) 3.5% 06/15/2033	05/18/09 07/29/03	65.60	65.31	0.29
20 SHARES OF ADOBE SYSTEMS, INC.	05/14/09 01/31/08	519.10	694.02	(174.92)
40 SHARES OF MARRIOTT INTERNATIONAL INC	05/20/09 02/14/02	897.69	776.60	121.09
105.58 UNITS OF COUNTRYWIDE HOME LOANS (24 DAY DELAY) 5.5% 02/25/2018	05/27/09 01/11/06	105.58	105.18	0.40
9 75 UNITS OF MASTER ARM TRUST (24 DAY DELAY) FLTG RT 5.11813% 08/25/2034	05/27/09 09/01/04	9.75	9.91	(0.16)
381.21 UNITS OF STRUCTURED ASSET SECURITES CORP (24 DAY DELAY) 4.5% 02/25/2033	05/27/09 04/15/04	381.21	380.73	0.48
213.463 SHARES OF FEDERATED KAUFMANN SMALL CAP	05/28/09 01/18/05	3,342.83	4,277.79	(934.96)

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
LONG TERM CAPITAL GAIN (LOSS) - CONTINUED				
12.575 SHARES OF FEDERATED KAUFMANN SMALL CAP	05/28/09 11/19/07	196.92	315.00	(118.08)
19.339 SHARES OF FEDERATED KAUFMANN SMALL CAP	05/28/09 02/19/08	302.85	445.00	(142.15)
50 SHARES OF CISCO SYSTEMS	05/27/09 02/14/02	929.56	885.50	44.06
5 SHARES OF CISCO SYSTEMS	05/27/09 05/20/03	92.96	81.95	11.01
15 SHARES OF ABERCROMBIE & FITCH	06/02/09 02/14/02	477.88	362.19	115.69
44.7 UNITS OF FEDERAL HOME LOAN MORTGAGE CORP (14 DAY DELAY) 3.5% 06/15/2033	06/16/09 07/29/03	44.70	44.50	0.20
1498.147 SHARES OF FEDERATED MORTGAGE FUND #835 ACCOUNT #2006513	06/24/09 03/26/08	14,591.95	14,801.69	(209.74)
106.07 UNITS OF COUNTRYWIDE HOME LOANS (24 DAY DELAY) 5.5% 02/25/2018	06/26/09 01/11/06	106.07	105.67	0.40
686.59 UNITS OF MASTER ARM TRUST (24 DAY DELAY) FLTG RT 5.11813% 08/25/2034	06/26/09 09/01/04	686.59	697.64	(11.05)
4564.12 UNITS OF JP MORGAN MORTGAGE TRUST (24 DAY DELAY) 5.75% 01/25/2036	06/26/09 04/20/07	4,564.12	4,524.18	39.94

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
LONG TERM CAPITAL GAIN (LOSS) - CONTINUED				
156.41 UNITS OF STRUCTURED ASSET SECURITES CORP (24 DAY DELAY) 4.5% 02/25/2033	06/26/09 04/15/04	156.41	156.21	0.20
10 SHARES OF GENERAL MILLS INC	07/13/09 12/16/04	589.65	483.83	105.82
5 SHARES OF EXXON MOBIL CORP COM	07/13/09 02/14/02	326.15	195.92	130.23
30 SHARES OF EXXON MOBIL CORP COM	07/13/09 04/24/07	1,956.90	2,374.20	(417.30)
15 SHARES OF ACCENTURE LTD BERMUDA CLS A	07/13/09 01/13/05	496.49	396.53	99.96
5 SHARES OF TEVA PHARMACEUTICAL INDUSTRIES	07/13/09 01/13/04	247.21	147.44	99.77
20 SHARES OF TEVA PHARMACEUTICAL INDUSTRIES	07/13/09 10/17/07	988.82	909.07	79.75
15 SHARES OF FRANKLIN RESOURCES INC	07/13/09 07/08/05	1,019.99	1,217.30	(197.31)
66.15 UNITS OF FEDERAL HOME LOAN MORTGAGE CORP (14 DAY DELAY) 3.5% 06/15/2033	07/16/09 07/29/03	66.15	65.86	0.29
106.55 UNITS OF COUNTRYWIDE HOME LOANS (24 DAY DELAY) 5.5% 02/25/2018	07/28/09 01/11/06	106.55	106.15	0.40
3044.97 UNITS OF JP MORGAN MORTGAGE TRUST (24 DAY DELAY) 5 75% 01/25/2036	07/28/09 04/20/07	3,044.97	3,018.33	26.64

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
LONG TERM CAPITAL GAIN (LOSS) - CONTINUED				
696 06 UNITS OF MASTER ARM TRUST (24 DAY DELAY) FLTG RT 5.11813% 08/25/2034	07/28/09 09/01/04	696.06	707.26	(11.20)
320.6 UNITS OF STRUCTURED ASSET SECURITES CORP (24 DAY DELAY) 4.5% 02/25/2033	07/28/09 04/15/04	320.60	320.20	0.40
732.22 UNITS OF STRUCTURED ASSET SECURITIES CORP (24 DAY DELAY) 4.47% 03/25/2035	07/28/09 10/27/05	732 22	711.63	20.59
46.74 UNITS OF FEDERAL HOME LOAN MORTGAGE CORP (14 DAY DELAY) 3.5% 06/15/2033	08/18/09 07/29/03	46.74	46.54	0.20
30 SHARES OF MICROSOFT CORPORATION	08/14/09 02/14/02	705.58	943.42	(237.84)
107.04 UNITS OF COUNTRYWIDE HOMÉ LOANS (24 DAY DELAY) 5.5% 02/25/2018	08/26/09 01/11/06	107.04	106.64	0.40
716.25 UNITS OF JP MORGAN MORTGAGE TRUST (24 DAY DELAY) 5 75% 01/25/2036	08/26/09 04/20/07	716.25	709.98	6.27
9.6 UNITS OF MASTER ARM TRUST (24 DAY DELAY) FLTG RT 5.11813% 08/25/2034	08/26/09 09/01/04	9.60	9.75	(0.15)
113.11 UNITS OF STRUCTURED ASSET SECURITES CORP (24 DAY DELAY) 4.5% 02/25/2033	08/26/09 04/15/04	113.11	112.97	0.14

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
LONG TERM CAPITAL GAIN (LOSS) - CONTINUED				
2462.73 UNITS OF STRUCTURED ASSET SECURITIES CORP (24 DAY DELAY) 4.47% 03/25/2035	08/26/09 10/27/05	2,462.73	2,393.47	69.26
10.904 SHARES OF VANGUARD INTERNATIONAL EXPLORER FUND #126	09/14/09 11/19/07	149.17	240.00	(90.83)
34.783 SHARES OF VANGUARD INTERNATIONAL EXPLORER FUND #126	09/14/09 02/19/08	475.83	591.66	(115.83)
11.284 SHARES OF VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND #113	09/14/09 02/14/02	159.78	101.33	58.45
60.397 SHARES OF VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND #113	09/14/09 02/19/08	855.22	1,095.00	(239.78)
2.093 SHARES OF DIMENSIONAL INTERNATIONAL VALUE	09/14/09 04/18/06	35.39	43.30	(7.91)
12.863 SHARES OF DIMENSIONAL INTERNATIONAL VALUE	09/14/09 11/19/07	217.52	315.00	(97.48)
48.024 SHARES OF DIMENSIONAL INTERNATIONAL VALUE	09/14/09 02/19/08	812.09	1,045 00	(232.91)
167.019 SHARES OF DIMENSIONAL US SMALL CAP VALUE	09/14/09 07/13/07	3,165.00	5,391.38	(2,226.38)
60.43 UNITS OF FEDERAL HOME LOAN MORTGAGE CORP (14 DAY DELAY) 3.5% 06/15/2033	09/16/09 07/29/03	60.43	60.17	0.26

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
LONG TERM CAPITAL GAIN (LOSS) - CONTINUED				
197.44 UNITS OF STRUCTURED ASSET SECURITES CORP (24 DAY DELAY) 4.5% 02/25/2033	09/25/09 04/15/04	197.44	197.19	0.25
107.53 UNITS OF COUNTRYWIDE HOME LOANS (24 DAY DELAY) 5.5% 02/25/2018	09/28/09 01/11/06	107.53	107.13	0.40
328.42 UNITS OF JP MORGAN MORTGAGE TRUST (24 DAY DELAY) 5.75% 01/25/2036	09/28/09 04/20/07	328.42	325 55	2.87
1146.22 UNITS OF STRUCTURED ASSET SECURITIES CORP (24 DAY DELAY) 4.47% 03/25/2035	09/28/09 10/27/05	1,146 22	1,113.98	32.24
12.35 UNITS OF MASTER ARM TRUST (24 DAY DELAY) FLTG RT 5.11813% 08/25/2034	09/29/09 09/01/04	12.35	12.55	(0.20)
7.047 SHARES OF VANGUARD TOTAL INTERNATIONAL STOCK INDEX FUND #113	10/14/09 02/14/02	105.00	63.28	41.72
13.52 SHARES OF DIMENSIONAL US SMALL CAP VALUE	10/14/09 07/13/07	270.00	436.43	(166.43)
37 14 UNITS OF FEDERAL HOME LOAN MORTGAGE CORP (14 DAY DELAY) 3.5% 06/15/2033	10/16/09 07/29/03	37.14	36.98	0.16
108.02 UNITS OF COUNTRYWIDE HOME LOANS (24 DAY DELAY) 5.5% 02/25/2018	10/27/09 01/11/06	108.02	107.61	0 41

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
LONG TERM CAPITAL GAIN (LOSS) - CONTINUED				
8.75 UNITS OF MASTER ARM TRUST (24 DAY DELAY) FLTG RT 5.11813% 08/25/2034	10/27/09 09/01/04	8.75	8 89	(0.14)
131 03 UNITS OF STRUCTURED ASSET SECURITES CORP (24 DAY DELAY) 4.5% 02/25/2033	10/27/09 04/15/04	131.03	130.87	0.16
323.53 UNITS OF JP MORGAN MORTGAGE TRUST (24 DAY DELAY) 5.75% 01/25/2036	10/27/09 04/20/07	323.53	320.70	2.83
1292.28 UNITS OF STRUCTURED ASSET SECURITIES CORP (24 DAY DELAY) 4.47% 03/25/2035	10/27/09 10/27/05	1,292.28	1,255.93	36.35
163.496 SHARES OF GOLDMAN SACHS REAL ESTATE SECURITIES FUND #649	11/13/09 02/14/02	1,543.40	1,814.81	(271.41)
6.264 SHARES OF GOLDMAN SACHS REAL ESTATE SECURITIES FUND #649	11/13/09 11/19/07	59.13	120.00	(60.87)
52.453 SHARES OF GOLDMAN SACHS REAL ESTATE SECURITIES FUND #649	11/13/09 02/19/08	495.16	770.00	(274.84)
41.32 UNITS OF FEDERAL HOME LOAN MORTGAGE CORP (14 DAY DELAY) 3.5% 06/15/2033	11/17/09 07/29/03	41.32	41.14	0.18
14.65 UNITS OF STRUCTURED ASSET SECURITES CORP (24 DAY DELAY) 4.5% 02/25/2033	11/27/09 04/15/04	14.65	14.63	0.02

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
LONG TERM CAPITAL GAIN (LOSS) - CONTINUED				
108.6 UNITS OF COUNTRYWIDE HOME LOANS (24 DAY DELAY) 5.5% 02/25/2018	11/27/09 01/11/06	108.60	108.19	0.41
318.68 UNITS OF JP MORGAN MORTGAGE TRUST (24 DAY DELAY) 5.75% 01/25/2036	11/27/09 04/20/07	318.68	315.89	2.79
14.01 UNITS OF MASTER ARM TRUST (24 DAY DELAY) FLTG RT 5.11813% 08/25/2034	11/27/09 09/01/04	14.01	14.24	(0.23)
5441.85 UNITS OF STRUCTURED ASSET SECURITIES CORP (24 DAY DELAY) 4.47% 03/25/2035	11/27/09 10/27/05	5,441.85	5,288.80	153.05
29.77 UNITS OF FEDERAL HOME LOAN MORTGAGE CORP (14 DAY DELAY) 3.5% 06/15/2033	12/16/09 07/29/03	29.77	29.64	0.13
125 SHARES OF CISCO SYSTEMS	12/17/09 05/20/03	2,893.47	2,048.75	844.72
313.88 UNITS OF JP MORGAN MORTGAGE TRUST (24 DAY DELAY) 5.75% 01/25/2036	12/29/09 04/20/07	313 88	311.13	2.75
109.02 UNITS OF COUNTRYWIDE HOME LOANS (24 DAY DELAY) 5.5% 02/25/2018	12/29/09 01/11/06	109.02	108.61	0.41
8.78 UNITS OF MASTER ARM TRUST (24 DAY DELAY) FLTG RT 5.11813% 08/25/2034	12/29/09 09/01/04	8.78	8.92	(0.14)

GAIN AND LOSS DETAIL

CUSIP #/ PROPERTY DESCRIPTION	DATE SOLD/ ACQUIRED	PROCEEDS OF SALE	COST	GAIN OR LOSS
LONG TERM CAPITAL GAIN (LOSS) - CONTINUED				
108.64 UNITS OF STRUCTURED ASSET SECURITES CORP (24 DAY DELAY) 4.5% 02/25/2033	12/29/09 04/15/04	108.64	108.50	0.14
10 SHARES OF EXELON CORPORATION COM	12/28/09 05/05/08	492.62	859.39	(366.77)
TOTAL LONG TERM CAPITAL GAIN (LOSS)		92,023.23	107,869.55	(15,846.32)