Form **990-PF**

Department of the Treasury
Internal Revenue Service

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

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

OMB No 1545-0052

2009

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

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

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

J.A. & KATHRYN ALBERTSON FOUNDATION, INC
501 BAYBROOK COURT
BOISE, ID 83706

A Employer identification number
82-6012000

B Telephone number (see the instructions)
(208) 424-2600

C If exemption application is pending, check here ► ☐
D 1 Foreign organizations, check here ► ☐
2 Foreign organizations meeting the 85% test, check here and attach computation ► ☐
E If private foundation status was terminated under section 507(b)(1)(A), check here ► ☐
F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ► ☐

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

I Fair market value of all assets at end of year *(from Part II, column (c), line 16)*
► $ 544,437,545.

J Accounting method: ☒ Cash ☐ Accrual
☐ Other (specify) ________________
(Part I, column (d) must be on cash basis.)

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

	Line	Description	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
REVENUE	1	Contributions, gifts, grants, etc, received (att sch)	74,143,550.			
	2	Ck ► ☐ if the foundn is not req to att Sch B				
	3	Interest on savings and temporary cash investments	4,186.	4,186.	N/A	
	4	Dividends and interest from securities	14,132,026.	14,132,026.		
	5a	Gross rents				
	b	Net rental income or (loss)		Statement 1		
	6a	Net gain/(loss) from sale of assets not on line 10	-23,383,447.			
	b	Gross sales price for all assets on line 6a 369448130.				
	7	Capital gain net income (from Part IV, line 2)		0.		
	8	Net short-term capital gain				
	9	Income modifications				
	10a	Gross sales less returns and allowances				
	b	Less Cost of goods sold				
	c	Gross profit/(loss) (att sch)				
	11	Other income (attach schedule)				
	12	**Total.** Add lines 1 through 11	64,896,315.	14,136,212.		
OPERATING AND ADMINISTRATIVE EXPENSES	13	Compensation of officers, directors, trustees, etc	354,262.	6,925.		347,337.
	14	Other employee salaries and wages	388,623.	136,606.		252,017.
	15	Pension plans, employee benefits	5,823.	1,181.		4,642.
	16a	Legal fees (attach schedule)				
	b	Accounting fees (attach sch) See St 2	5,645.			5,645.
	c	Other prof fees (attach sch) See St 3	867.			867.
	17	Interest				
	18	Taxes (attach schedule)(see instr) See Stm 4	37,758.	7,657.		30,101.
	19	Depreciation (attach sch) and depletion	175,848.			
	20	Occupancy	140,334.	28,458.		111,876.
	21	Travel, conferences, and meetings	7,493.			7,493.
	22	Printing and publications				
	23	Other expenses (attach schedule) See Statement 5	4,857,611.	4,773,474.		84,137.
	24	**Total operating and administrative expenses.** Add lines 13 through 23	5,974,264.	4,954,301.		844,115.
	25	Contributions, gifts, grants paid Part XV	18,427,208.			18,427,208.
	26	**Total expenses and disbursements.** Add lines 24 and 25	24,401,472.	4,954,301.		19,271,323.
	27	Subtract line 26 from line 12:				
	a	**Excess of revenue over expenses and disbursements**	40,494,843.			
	b	**Net investment income** (if negative, enter -0-)		9,181,911.		
	c	**Adjusted net income** (if negative, enter -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 (a) Book Value	End of year (b) Book Value	End of year (c) Fair Market Value
ASSETS	1 Cash — non-interest-bearing			
	2 Savings and temporary cash investments	1,090,483.	5,077,444.	5,077,444.
	3 Accounts receivable ►			
	Less: allowance for doubtful accounts ►			
	4 Pledges receivable ►			
	Less: allowance for doubtful accounts ►			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see the instructions)			
	7 Other notes and loans receivable (attach sch) ►			
	Less: allowance for doubtful accounts ►			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges	270,808.	190,452.	190,453.
	10a Investments — U S and state government obligations (attach schedule)			
	b Investments — corporate stock (attach schedule) Statement 6	483,976,166.	532,251,153.	537,183,301.
	c Investments — corporate bonds (attach schedule)			
	11 Investments — land, buildings, and equipment: basis ►			
	Less: accumulated depreciation (attach schedule) ►			
	12 Investments — mortgage loans			
	13 Investments — other (attach schedule)			
	14 Land, buildings, and equipment basis ► 5,706,046.			
	Less: accumulated depreciation (attach schedule) See Stmt 7. ► 2,651,258.	3,189,941.	3,054,788.	3,054,787.
	15 Other assets (describe ► See Statement 8)	394,900.	-1,068,440.	-1,068,440.
	16 **Total assets** (to be completed by all filers — see instructions Also, see page 1, item I)	488,922,298.	539,505,397.	544,437,545.
LIABILITIES	17 Accounts payable and accrued expenses			
	18 Grants payable	10,100,000.		
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, & other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe ► See Statement 9)	1,867,358.	1,905,167.	
	23 **Total liabilities** (add lines 17 through 22)	11,967,358.	1,905,167.	
NET ASSETS OR FUND BALANCES	**Foundations that follow SFAS 117, check here** ► ☐ **and complete lines 24 through 26 and lines 30 and 31.**			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ► ☒ **and complete lines 27 through 31.**			
	27 Capital stock, trust principal, or current funds	4.	4.	
	28 Paid-in or capital surplus, or land, building, and equipment fund	3,041,961.	3,041,961.	
	29 Retained earnings, accumulated income, endowment, or other funds	473,912,975.	534,558,265.	
	30 **Total net assets or fund balances** (see the instructions)	476,954,940.	537,600,230.	
	31 **Total liabilities and net assets/fund balances** (see the instructions)	488,922,298.	539,505,397.	

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	476,954,940.
2	Enter amount from Part I, line 27a	2	40,494,843.
3	Other increases not included in line 2 (itemize) ► See Statement 10	3	20,150,447.
4	Add lines 1, 2, and 3	4	537,600,230.
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	537,600,230.

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse; or common stock, 200 shares MLC Company)	(b) How acquired P — Purchase D — Donation	(c) Date acquired (month, day, year)	(d) Date sold (month, day, year)
1a	See Statement 11			
b				
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a				
b				
c				
d				
e				

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

	(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	(l) Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
a				
b				
c				
d				
e				

2	Capital gain net income or (net capital loss) — If gain, also enter in Part I, line 7; If (loss), enter -0- in Part I, line 7	2	-23,380,783.
3	Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c) (see the instructions) If (loss), enter -0- in Part I, line 8	3	-3,438,432.

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

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

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

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

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

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (column (b) divided by column (c))
2008	21,309,680.	496,067,235.	0.042957
2007	39,968,582.	590,933,229.	0.067636
2006	17,610,491.	540,152,580.	0.032603
2005	25,110,510.	488,152,128.	0.051440
2004	25,191,107.	504,152,098.	0.049967

2	**Total** of line 1, column (d)	2	0.244603
3	Average distribution ratio for the 5-year base period – divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0.048921
4	Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	484,731,477.
5	Multiply line 4 by line 3	5	23,713,549.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	91,819.
7	Add lines 5 and 6	7	23,805,368.
8	Enter qualifying distributions from Part XII, line 4	8	19,271,323.

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

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

1 a	Exempt operating foundations described in section 4940(d)(2), check here ► ☐ and enter 'N/A' on line 1 Date of ruling or determination letter: ________ (attach copy of letter if necessary - see instr.)			
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ► ☐ and enter 1% of Part I, line 27b		1	183,638.
c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, column (b).			
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		2	0.
3	Add lines 1 and 2		3	183,638.
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	183,638.
6	Credits/Payments:			
a	2009 estimated tax pmts and 2008 overpayment credited to 2009	6a 183,500.		
b	Exempt foreign organizations – tax withheld at source	6b		
c	Tax paid with application for extension of time to file (Form 8868)	6c 120,000.		
d	Backup withholding erroneously withheld	6d		
7	Total credits and payments. Add lines 6a through 6d		7	303,500.
8	Enter any **penalty** for underpayment of estimated tax. Check here [X] if Form 2220 is attached		8	2.
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ►		9	0.
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ►		10	119,860.
11	Enter the amount of line 10 to be: **Credited to 2010 estimated tax** ► 119,860. **Refunded** ►		11	0.

Part VII-A Statements Regarding Activities

			Yes	No
1 a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see the instructions for definition)?	1b		X
	*If the answer is 'Yes' to **1a** or **1b**, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.*			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: **(1)** On the foundation ► $ 0. **(2)** On foundation managers ► $ 0.			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ► $ 0.			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If 'Yes,' attach a detailed description of the activities.*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If 'Yes,' attach a conformed copy of the changes*	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If 'Yes,' has it filed a tax return on **Form 990-T** for this year?	4b	N/A	
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If 'Yes,' attach the statement required by General Instruction T.*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If 'Yes,' complete Part II, column (c), and Part XV*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see the instructions) ► ID			
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* See Statement 12	8b		X
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2009 or the taxable year beginning in 2009 (see instructions for Part XIV)? *If 'Yes,' complete Part XIV*	9		X
10	Did any persons become substantial contributors during the tax year? *If 'Yes,' attach a schedule listing their names and addresses.*	10		X

Part VII-A Statements Regarding Activities *Continued*

			Yes	No
11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If 'Yes', attach schedule (see instructions)	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	

Website address ► jkaf.org

14 The books are in care of ► Rex Butler Telephone no. ► (208) 424-3875

Located at ► PO Box 70002 Boise ID ZIP + 4 ► 83707

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

If 'Yes,' attach the statement required by Regulations section 53 4945-5(d).

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

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

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

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

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

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

1 List all officers, directors, trustees, foundation managers and their compensation (see instructions).

(a) Name and address	(b) Title and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
See Statement 13		354,262.	1,745.	0.

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

(a) Name and address of each employee paid more than $50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
Brian Naeve 501 Baybrook court Boise, ID 83706	Investmt Mgr 40	76,700.	1,059.	0.
Trevor Wilford 501 Baybrook Court Boise, ID 83706	Inform. Tech 40	72,831.	1,052.	0.
Chris Latter 501 Baybrook Court Boise, ID 83706	Communication 40	52,093.	185.	0.

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

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

3 Five highest-paid independent contractors for professional services — (see instructions). If none, enter 'NONE.'

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
Alex Davis 1019 N 10th Street Boise, ID 83702	Media Consulting	324,000.
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 See Supplemental Statements	
2	
3	
4	

Part IX-B Summary of Program-Related Investments (see instructions)

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

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	490,556,054.
b	Average of monthly cash balances	1b	1,557,121.
c	Fair market value of all other assets (see instructions)	1c	
d	**Total** (add lines 1a, b, and c)	1d	492,113,175.
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	492,113,175.
4	Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	7,381,698.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	484,731,477.
6	**Minimum investment return.** Enter 5% of line 5	6	24,236,574.

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	24,236,574.
2a	Tax on investment income for 2009 from Part VI, line 5 — 2a: 183,638.		
b	Income tax for 2009. (This does not include the tax from Part VI) — 2b:		
c	Add lines 2a and 2b	2c	183,638.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	24,052,936.
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	24,052,936.
6	Deduction from distributable amount (see instructions)	6	
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	24,052,936.

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	19,271,323.
b	Program-related investments – total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc, purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	19,271,323.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see instructions)	5	
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	19,271,323.

Note: *The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years.*

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7				24,052,936.
2 Undistributed income, if any, as of the end of 2009.				
a Enter amount for 2008 only			18,197,187.	
b Total for prior years: 20___, 20___, 20___		0.		
3 Excess distributions carryover, if any, to 2009:				
a From 2004				
b From 2005				
c From 2006				
d From 2007				
e From 2008				
f **Total** of lines 3a through e	0.			
4 Qualifying distributions for 2009 from Part XII, line 4: ► $ 19,271,323.				
a Applied to 2008, but not more than line 2a			18,197,187.	
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				1,074,136.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2009 *(If an amount appears in column (d), the same amount must be shown in column (a).)*	0.			0.
6 **Enter the net total of each column as indicated below:**				
a Corpus. Add lines 3f, 4c, and 4e Subtract line 5	0.			
b Prior years' undistributed income Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount — see instructions		0.		
e Undistributed income for 2008 Subtract line 4a from line 2a. Taxable amount — see instructions			0.	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				22,978,800.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see instructions)	0.			
9 **Excess distributions carryover to 2010.** Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2005				
b Excess from 2006				
c Excess from 2007				
d Excess from 2008				
e Excess from 2009				

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

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

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

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

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

1 **Information Regarding Foundation Managers:**

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

None

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

None

2 **Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc, Programs:**

Check here ► ☐ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds If the foundation makes gifts, grants, etc, (see instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

a The name, address, and telephone number of the person to whom applications should be addressed

See Statement 14

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

See Statement for Line 2a

c Any submission deadlines:

See Statement for Line 2a

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

See Statement for Line 2a

Part XV Supplementary Information (continued)

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
See Supplementary Statement Grant Payments ,			See Statement of Grant Payments	18,427,208.
Total			► **3a**	18,427,208.
b *Approved for future payment*				
Total			► **3b**	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income		Excluded by section 512, 513, or 514		
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	(e) Related or exempt function income (see the instructions)
1 Program service revenue:					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	4,186.	
4 Dividends and interest from securities			14	14,132,026.	
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	-23,383,447.	
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)				-9,247,235.	

13 **Total.** Add line 12, columns (b), (d), and (e) 13 -9,247,235.

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

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

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

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

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?

		Yes	No
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

▶ [signature] 11/5/10 ▶ CEO

Signature of officer or trustee | Date | Title

Paid Preparer's Use Only

Preparer's signature ▶ E. Chris Goode, CPA	Date 11-2-10	Check if self-employed ▶ ☐	Preparer's Identifying number (See **Signature** in the instrs) N/A
Firm's name (or yours if self-employed), address, and ZIP code ▶ Pulliam & Associates Chartered, 7235 W. Emerald Street, Suite A, Boise, ID 83704-8600		EIN ▶ N/A	Phone no ▶ (208) 322-8525

TEEA0503L 07/06/09

Schedule B
(Form 990, 990-EZ, or 990-PF)

Department of the Treasury
Internal Revenue Service

Schedule of Contributors

► **Attach to Form 990, 990-EZ, or 990-PF**

OMB No 1545-0047

2009

Name of the organization	Employer identification number
J.A. & KATHRYN ALBERTSON FOUNDATION, INC	82-6012000

Organization type (check one):

Filers of:	**Section:**
Form 990 or 990-EZ	☐ 501(c)(_____) (enter number) organization
	☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
	☐ 527 political organization
Form 990-PF	☒ 501(c)(3) exempt private foundation
	☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation
	☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**
Note: Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule See instructions

General Rule –

☒ For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, $5,000 or more (in money or property) from any one contributor. (Complete Parts I and II.)

Special Rules –

☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ, that met the 33-1/3% support test of the regulations under sections 509(a)(1)/170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of (**1**) $5,000 or (**2**) 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1 Complete Parts I and II.

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ, that received from any one contributor, during the year, aggregate contributions of more than $1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III.

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ, that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc, purposes, but these contributions did not aggregate to more than $1,000 If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc, purpose Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc, contributions of $5,000 or more during the year. ► $__________

Caution: An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF) but it **must** answer 'No' on Part IV, line 2 of their Form 990, or check the box on line H of its Form 990-EZ, or on line 2 of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF)

Name of organization	Employer identification number
J.A. & KATHRYN ALBERTSON FOUNDATION, INC	82-6012000

Part I **Contributors** (see instructions.)

(a) Number	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	Estate of Kathyrn M. Albertson 501 Baybrook Court Boise, ID 83706	$ 57,006,693.	Person ☐ Payroll ☐ Noncash ☒ (Complete Part II if there is a noncash contribution.)
2	Estate of Kathyrn M. Albertson 501 Baybrook Court Boise , ID 83706	$ 17,136,857.	Person ☒ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)

Name of organization: J.A. & KATHRYN ALBERTSON FOUNDATION, INC

Employer identification number: 82-6012000

Part II Noncash Property (see instructions.)

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
1	Publicly Traded Stocks & Bonds	$ 57,006,693.	Various

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

Name of organization	Employer identification number
J.A. & KATHRYN ALBERTSON FOUNDATION, INC	82-6012000

Part III ***Exclusively*** **religious, charitable, etc, individual contributions to section 501(c)(7), (8), or (10) organizations aggregating more than $1,000 for the year.** (Complete cols (a) through (e) and the following line entry)

For organizations completing Part III, enter total of *exclusively* religious, charitable, etc, contributions of **$1,000 or less** for the year. (Enter this information once — see instructions) ► $ N/A

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
	N/A		

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

J.A. & Kathryn Albertson Foundation, Inc.
2009 Supplementary Statements

Grant Payments 1/1/09-12/31/2009

Recipient Name & Address:	Relation-ship		Payment Amount	JV or JE Ch # & Date
Statewide & Other Educational Programs				
Anser of Idaho, Inc 1187 W River Street Boise, Idaho 83702-7048	**Charter School**	General Operating Funds	125,000 00	CK # 20022 12/04/09
College of Western Idaho 5500 East University Way Nampa, ID 83687	**College**	General Operating Funds	2,500,000 00 7,500,000 00 1,000,000 00	JV # 041 02/19/09 JV # 169 11/02/09 JV # 207 12/28/09
Compass Charter School 2870 S Goldbar Avenue Meridian, Idaho 83642	**Charter School**	General Operating Funds	100,000 00	CK # 20027 12/04/09
Coeur D'Alene Charter Academy, Inc 711 W Kathleen Avenue Coeur D Alene Idaho 83815	**Charter School**	General Operating Funds	125,000 00	CK # 20025 12/04/09
Idaho Arts Charter School 904 12th Avenue Yroad Nampa, Idaho 83651	**Charter School**	General Operating Funds	100,000 00 -	CK # 20029 12/04/09
Idaho Charter School Network P O Box 5735 Boise, Idaho 83705	**Charter School**	General Operating Funds	150,000 00	CK # 20030 12/04/09
Idaho Education Network 650 West State Street, Room 100 Boise, Idahp 83720	**Charter School**	General Operating Funds	3,000,000 00	JV # 186 12/28/09
Idaho Science & Technology Charter School P O Box 291 Moreland, Idaho 83256	**Charter School**	General Operating Funds	100,000 00	CK # 19580 3/12/09
I Succeed Charter School 8950 West Emerald, Suite 58 Boise, Idaho 83704	**Charter School**	General Operating Funds	100,000 00	CK # 19545 2/19/09
Kootenai Bridge Academy 112 E Foster Coeur D Alene, Idaho 83814	**Charter School**	General Operating Funds	100,000 00	CK # 19951 10/22/09
Monticello Montessori School, Inc 2599 E 97 N Idaho Falls, Idaho 83401	**Charter School**	General Operating Funds	100,000 00	CK # 19989 11/12/09
North Star Charter School P O Box 877 1400 N Park Lane Eagle, Idaho 83616	**Charter School**	General Operating Funds	125,000 00	CK # 20033 12/04/09
North Valley Academy 1821 S 1800 E Gooding, Idaho 83330	**Charter School**	General Operating Funds	100,000 00	CK # 20032 12/04/09
Owl Charter Academy, Inc 4280 E Amity Avenue, STE 101 Nampa, Idaho 83687	**Charter School**	General Operating Funds	100,000 00	CK # 19998 11/13/09
Sandpoint Charter School, Inc 614 S Madison St Sandpoint, Idaho 83864	**Charter School**	General Operating Funds	100,000 00	CK # 20035 12/04/09
Thomas Jefferson Charter School 1209 Adam Smith Avenue Caldwell, Idaho 83605	**Charter School**	General Operating Funds	75,000 00	CK # 20036 12/04/09

J.A. & Kathryn Albertson Foundation, Inc.
2009 Supplementary Statements

Grant Payments 1/1/09-12/31/2009

Recipient Name & Address:	Relation-ship		Payment Amount	JV or JE Ch # & Date
Treasure Valley CC TVCC Caldwell Center 317 Happy Day Blvd , STE 140 Caldwell, Idaho 83607	Charter School	General Operating Funds	1,000,000 00	JV # 207 12/28/09
Wings Charter Middle School 647 Filer Avenue, STE 100 Twin Falls, Idaho 83301	Charter School	General Operating Funds	100,000 00	CK # 19809 7/30/09
Xavier Charter School P O Box 5861 Twin Falls, Idaho 83303	Charter School	General Operating Funds	75,000 00	CK # 20040 12/04/09
COMMNITY GRANTS				
Assitance League of Boise PO BOX 140104 Boise, Idaho 83714	n/a	Community Grant	10,000 00	CK # 020056 12/17/09
Big Brothers Big Sister fo SW Idaho 2404 W Bank Drive, STE 302 Boise, Idaho 83705	n/a	Community Grant	25,000 00	CK # 20057 12/17/09
Boise Rescue Mission PO BOX 1494 Boise, Idaho 83701	n/a	Community Grant	100,000 00	CK # 19891 09/24/09
Boys & Girls Club of Ada Co 610 East 42nd Street Garden City, Idaho 83714	n/a	Community Grant	50,000 00	CK # 20059 12/17/09
Boys & Girls Club Of Nampa 316 Stampede Drive Nampa, Idaho 83687	n/a	Community Grant	50,000 00	CK # 20058 12/17/09
Computers For Kids 8540 W Elisa Street Boise, Idaho 83709	n/a	Community Grant	50,000 00	CK # 19836 08/19/09
Diabled American Veterans P O Box 1362 Caldwell, Idaho 8360-1362	n/a	Community Grant	25,000 00	CK # 20060 12/17/09
Foothills School of Arts & Science 618 s 8th Street Boise, Idaho 83702	n/a	Community Grant	10,000 00	CK # 19701 05/26/09
Foundations Academy, Inc P O Box 2701 Boise, Idaho 83701	n/a	Community Grant	40,000 00	CK # 19702 05/26/09
Honduras Outreach 2009 1115 N Garden Street Boise, Idaho 83706	n/a	Community Grant	1,000 00	CK # 19599 03/27/09
Hope House, Inc PO BOX 550 Marsing, Idaho 83639	n/a	Community Grant	25,000 00	CK # 020061 12/17/09
Hope Renews Inc 11611 San Vincente Blvd # 710 Los Angeles, CA 90049	n/a	Community Grant	25,000 00	CK # 20062 12/17/09
Idaho Food Bank PO BOX 2055 Boise, ID 83704	n/a	Community Grant	100,000 00	CK # 020063 12/17/09
Idaho Meth Project	n/a	Community Grant		

J.A. & Kathryn Albertson Foundation, Inc.
2009 Supplementary Statements

Grant Payments 1/1/09-12/31/2009

Recipient Name & Address:	Relation-ship		Payment Amount	JV or JE Ch # & Date
P O Box 738 Boise, Idaho 83701-0738			5,000 00	CK # 19703 05/26/09
2009 Idaho Open Pro/Am Golf Tournament 4355 Emerald St , Suite 280 Boise, Idaho 83706	n/a	Community Grant	5,000 00	Ck # 19640 04/21/09
Idaho Public Television 1455 North Orchard Boise, Idaho 83706	n/a	Community Grant	25,000 00	CK # 20064 12/17/09
Idaho Veteran Assistance League 320 Collins Road Boise, Idaho 83702-4519	n/a	Community Grant	100,000 00	CK # 20065 12/17/09
Idaho Youth Ranch PO BOX 8538 38 Boise, Idaho 83707	n/a	Community Grant	25,000 00	CK # 020066 12/17/09
Learning Lab 308 E 36th Street Boise, Idaho 83714-6525	n/a	Community Grant	100,000 00	CK # 20067 12/17/09
Life's Kitchen 1025 S Capitol BLVD Boise, Idaho 83706	n/a	Community Grant	10,000 00	CK # 020068 12/17/09
McCall Nordic Ski Team P O Box 1677 McCall, Idaho 83638	n/a	Community Grant	10,000 00	CK # 19917 10/09/09
McCall Ski Team PO BOX 38 McCall, Idaho 83638	n/a	Community Grant	10,000 00	CK # 20069 12/17/09
Milton & Rose Friedman Foundation, Inc One American Square, STE 1750 Indianapolis, IN 46282	n/a	Community Grant	10,000 00	CK # 20070 12/17/09
National Rifle Association 11250 Waples Mill Road Fairfax, VA 22030	n/a	Community Grant	100,000 00	CK # 20071 12/17/09
Ronald McDonald House Charities of Idaho 101 Warm Springs Avenue Boise, Idaho 83712	n/a	Community Grant	25,000 00	CK # 20072 12/17/09
Score 380 Parkcenter Blvd , STE 330 Boise, Idaho 83706	n/a	Community Grant	2,000 00	CK # 19641 04/21/09
Senior Solutions 3010 W State Street Boise, Idaho 83703	n/a	Community Grant	25,000 00	CK # 20074 12/17/09
Shepherds Home, Inc P O Box 2011 McCall, Idaho 83638	n/a	Community Grant	5,000 00	CK # 19747 06/26/09
Sheridan Academy, Inc 820 South Latah Boise, Idaho 83705	n/a	Community Grant	25,000 00	CK # 20075 12/17/09
St Lukes Health Foundation 190 E Bannock Boise, Idaho 83712-9987	n/a	Community Grant	45,000 00	CK # 20073 12/17/09
TRICA, Childrens Dance Institute, Inc 810 Brumback Street Boise, Idaho 83702	n/a	Community Grant	50,000 00	CK # 20076 12/17/09
Webster Elementary School 1409 Eighth Street Lewiston, Idaho 83501	n/a	Community Grant	35,000 00	CK # 20077 12/17/09

J.A. & Kathryn Albertson Foundation, Inc.
2009 Supplementary Statements

Grant Payments 1/1/09-12/31/2009

Recipient Name & Address:	Relation-ship		Payment Amount	JV or JE Ch # & Date
Women and Children Alliance 720 West Washington Bosie, Idaho 83702	n/a	Community Grant	25,000 00	CK # 020078 12/17/09
World Sports Humanitanan Hall of Fame 1910 University Dr SSC #307 Boise, Idaho 83702	n/a	Community Grant	25,000 00	CK # 20079 12/17/09
YMCA of Boise 1050 W State Street Boise, Idaho 83702	n/a	Community Grant	100,000 00	CK # 20080 12/17/09
	GRANT EXPENSES			
		ALBERTSONS COLLEGE SUPPORT	25,000 00	
		SCHOOL CHOICE-GRANT EXPENSE	5,713 69	
		POST SECONDARY AWARE-GRANT EXPENSE	391,252 60	
		UPGRADE FOUNDATION WEBSITE	14,177 01	
		PROGRAM DEVELOPMENT- Comm College	36,307 08	
		EDUCATION MEDIA	6,757 50	
	GRANTS RETURNED			
		RETURNED FUNDS-NWEA	0 00	
			18,427,207 88	Actual Cash Payments 2009
			(10,100,000 00)	Less Accrued Grant Paid
			0 00	Plus Grant Accrued in Expense
			8,327,207 88	Net Grant Expense
			8,327,207 88	Grants Expense Per Financial Statement
			0 00	

Statement 1
Form 990-PF, Part I, Line 6a
Net Gain (Loss) from Noninventory Sales Per Books
Assets Not Included in Part IV

Description:	Disposal of Various Equipment
Date Acquired:	Various
How Acquired:	Purchase
Date Sold:	12/31/2009
To Whom Sold:	
Gross Sales Price:	0.
Cost or Other Basis:	111,975.
Basis Method:	Cost
Depreciation:	109,311.

Gain (Loss)	-2,664.
Total	$ -2,664.

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

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Tax Return Preparation	$ 5,645.			$ 5,645.
Total	$ 5,645.	$ 0.		$ 5,645.

Statement 3
Form 990-PF, Part I, Line 16c
Other Professional Fees

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Consultant Fees	$ 867.			$ 867.
Total	$ 867.	$ 0.		$ 867.

Statement 4
Form 990-PF, Part I, Line 18
Taxes

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Payroll Tax	$ 37,758.	$ 7,657.		$ 30,101.
Total	$ 37,758.	$ 7,657.		$ 30,101.

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

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Auto Expense	$ 543.			$ 543.
Bank Fees	164.			164.
Computer Expense	23,690.	$ 4,804.		18,886.
Contract Labor	2,576.			2,576.
Dues & Subscriptions	1,677.	168.		1,509.
Dues Qualifying as Grants	3,000.			3,000.
Employee Benefits	3,309.			3,309.
Equipment Rental	3,044.	617.		2,427.
Insurance	16,749.			16,749.
Ins-Workmen's Comp	592.	120.		472.
Investment Management Expenses	4,762,478.	4,762,478.		
Kitchen Supplies	3,901.	791.		3,110.
Maintenance & Repairs	353.	72.		281.
Office & Other Supplies	6,631.	1,345.		5,286.
Postage & Freight	4,073.			4,073.
Telephone Expense	15,059.	3,079.		11,980.
Training	9,772.			9,772.
Total	$ 4,857,611.	$ 4,773,474.		$ 84,137.

Statement 6
Form 990-PF, Part II, Line 10b
Investments - Corporate Stocks

Corporate Stocks	Valuation Method	Book Value	Fair Market Value
Investment Portfolio-Northern Trust	Cost	$ 351688995.	$ 355,664,204.
Investment Portfolio-Goldman Sachs	Cost	89,532,804.	80,445,232.
Investment Portfolio-Partnerships	Cost	91,029,354.	101,073,865.
	Total	$ 532251153.	$ 537,183,301.

Statement 7
Form 990-PF, Part II, Line 14
Land, Buildings, and Equipment

Category	Basis	Accum. Deprec.	Book Value	Fair Market Value
Buildings	$ 5,818,021.	$ 2,760,569.	$ 3,057,452.	$ 3,054,787.
Miscellaneous	-111,975.	-109,311.	-2,664.	0.
Total	$ 5,706,046.	$ 2,651,258.	$ 3,054,788.	$ 3,054,787.

Statement 8
Form 990-PF, Part II, Line 15
Other Assets

		Book Value	Fair Market Value
Book Tax Difference		$ -1,372,468.	$ -1,372,468.
Investments Receivable		304,028.	304,028.
	Total	$ -1,068,440.	$ -1,068,440.

Statement 9
Form 990-PF, Part II, Line 22
Other Liabilities

Deferred Interest Payable		$ 1,905,096.
Accrued Use Tax		71.
	Total	$ 1,905,167.

Statement 10
Form 990-PF, Part III, Line 3
Other Increases

Accrued Grants Payable		$ 10,100,000.
Fair Market Value Adjustment		10,050,447.
	Total	$ 20,150,447.

Statement 11
Form 990-PF, Part IV, Line 1
Capital Gains and Losses for Tax on Investment Income

Item	(a) Description	(b) How Acquired	(c) Date Acquired	(d) Date Sold
1	Managed Securities-No Trust Norad	Purchased	Various	Various
2	Managed Securities-No Trust Norad	Purchased	Various	Various
3	Managed Securities-No Trust San Bern	Purchased	Various	Various
4	Managed Securities-No Trust San Bern	Purchased	Various	Various
5	Managed Securities-No Trust STW	Purchased	Various	Various
6	Managed Securities-No Trust STW	Purchased	Various	Various
7	Managed Securities-No Trust Fairview Cap	Purchased	Various	Various
8	Managed Securities-No Trust Fairview Cap	Purchased	Various	Various
9	Managed Securities-No Trust Luther King	Purchased	Various	Various
10	Managed Securities-No Trust Luther King	Purchased	Various	Various
11	Managed Securities-No Trust Philo Smith	Purchased	Various	Various
12	Managed Securities-No Trust Philo Smith	Purchased	Various	Various
13	Managed Securities-No Trust Mitchell	Purchased	Various	Various
14	Managed Securities-No Trust Mitchell	Purchased	Various	Various
15	Managed Securities-No Trust Gardner lewi	Purchased	Various	Various
16	Managed Securities-No Trust Gardner lewi	Purchased	Various	Various
17	Managed Securities-No Trust TGRA	Purchased	Various	Various
18	Managed Securities-No Trust TGRA	Purchased	Various	Various
19	Managed Securities-No Trust Bennett Lawr	Purchased	Various	Various

Statement 11 (continued)
Form 990-PF, Part IV, Line 1
Capital Gains and Losses for Tax on Investment Income

Item	(a) Description	(b) How Acquired	(c) Date Acquired	(d) Date Sold
20	Managed Securities-No Trust Bennett Lawr	Purchased	Various	Various
21	Managed Securities-No Trust Fairview Plu	Purchased	Various	Various
22	Managed Securities-No Trust Fairview Plu	Purchased	Various	Various
23	Managed Securities-No Trust Penn	Purchased	Various	Various
24	Managed Securities-No Trust Penn	Purchased	Various	Various
25	Managed Securities-No Trust Silchester K	Purchased	Various	Various
26	Managed Securities-No Trust Robotti	Purchased	Various	Various
27	Managed Securities-No Trust Robotti	Purchased	Various	Various
28	Managed Securities-No Trust Parametric	Purchased	Various	Various
29	Managed Securities-No Trust DSM Capital	Purchased	Various	Various
30	Managed Securities-No Trust DSM Capital	Purchased	Various	Various
31	Managed Securities-No Trust STW II	Purchased	Various	Various
32	Managed Securities-No Trust W,H & V	Purchased	Various	Various
33	Managed Securities-No Trust W,H & V	Purchased	Various	Various
34	Managed Securities-No Trust Westwood	Purchased	Various	Various
35	Managed Securities G/S Core HQ	Purchased	Various	Various
36	Managed Securities-G/S Wellington L.P.	Purchased	Various	Various
37	Managed Securities-G/S Alt Inv	Purchased	Various	Various
38	Managed Securities G/S Alpha Plus L.P.	Purchased	Various	Various
39	Managed Securities-G/S Small Cap Value	Purchased	Various	Various
40	Managed Securities-G/S LSV, LLC	Purchased	Various	Various
41	Managed Securities G/S-Artisan L.P.	Purchased	Various	Various
42	Managed Securities-G/S Gardner Lewis Gr	Purchased	Various	Various
43	Managed Securities-G/S Large Cap Con Val	Purchased	Various	Various
44	Managed Securities-G/S Delaware Lg Cap G	Purchased	Various	Various
45	Managed Securities-G/S William Blair L.P	Purchased	Various	Various
46	Managed Securities-G/S SSM Large Cap Val	Purchased	Various	Various
47	Managed Securities-G/S Tactical Advisory	Purchased	Various	Various
48	Managed Securities-G/S Rockefeller Acces	Purchased	Various	Various
49	Managed Securities-G/S TCW Energy, L.P.	Purchased	Various	Various
50	Managed Securities-G/S Northstar LP	Purchased	Various	Various
51	Managed Securities-KAPI II L.P.	Purchased	Various	Various
52	Managed Securities-KKR 2006 Fd L.P.	Purchased	Various	Various
53	Managed Securities-KA Energy IV L.P.	Purchased	Various	Various
54	Managed Securities-OCM/GFI Powers Opp Fd	Purchased	Various	Various
55	Managed Securities-OCM Japan Opportuniti	Purchased	Various	Various
56	Managed Securities-Cedar Rock Capital Pt	Purchased	Various	Various
57	Managed Securities-Cedar Fair L.P.	Purchased	Various	Various
58	Managed Securities-Magellan Midstream Ho	Purchased	Various	Various
59	Managed Securities-Cedar Fair L.P.	Purchased	Various	Various
60	Managed Securities-KMA Estate	Purchased	Various	Various
61	Managed Securities-OCM Mezzanine Fd L.P.	Purchased	Various	Various
62	Managed Securities-No Trust Silchester K	Purchased	Various	Various
63	Managed Securities-G/S Wellington L.	Purchased	Various	Various
64	Managed Securities G/S Alpha Plus L.P.	Purchased	Various	Various
65	Managed Securities-G/S Small Cap Value	Purchased	Various	Various
66	Managed Securities-G/S LSV, LLC	Purchased	Various	Various
67	Managed Securities G/S-Artisan L.P.	Purchased	Various	Various
68	Managed Securities-G/S William Blair L.P	Purchased	Various	Various
69	Managed Securities-G/S Tactical Advisory	Purchased	Various	Various
70	Managed Securities-G/S Rockefeller Acces	Purchased	Various	Various
71	Managed Securities-G/S Northstar LP	Purchased	Various	Various
72	Managed Securities-KKR 2006 Fd L.P.	Purchased	Various	Various
73	Managed Securities-OCM/GFI Powers Opp Fd	Purchased	Various	Various
74	Managed Securities-OCM Japan Opportuniti	Purchased	Various	Various
75	Managed Securities-OCM Mezzanine Fd L.P.	Purchased	Various	Various

Statement 11 (continued)
Form 990-PF, Part IV, Line 1
Capital Gains and Losses for Tax on Investment Income

Item	(a) Description	(b) How Acquired	(c) Date Acquired	(d) Date Sold
76	Managed Securities-Cedar Rock Capital Pt	Purchased	Various	Various
77	Managed Securities-KMA Estate	Purchased	Various	Various
78	Bernstein, Silchester Sec 1256	Purchased	Various	Various
79	Managed Securities G/S Core HQ	Purchased	Various	Various
80	Managed Securities-G/S Gardner Lewis Gr	Purchased	Various	Various
81	Managed Securities-G/S Large Cap Con Val	Purchased	Various	Various
82	Managed Securities-G/S Delaware Lg Cap G	Purchased	Various	Various
83	Capital Gain Dividends			

Item	(e) Gross Sales	(f) Deprec. Allowed	(g) Cost Basis	(h) Gain (Loss)	(i) FMV 12/31/69	(j) Adj. Bas. 12/31/69	(k) Excess (i)-(j)	(l) Gain (Loss)
1	67088553.		66670426.	418,127.				$ 418,127.
2	17366090.		17084393.	281,697.				281,697.
3	9560605.		17778883.	-8218278.				-8218278.
4	39238561.		54509072.	15270511.				-15270511.
5	8719470.		8800073.	-80,603.				-80,603.
6	20233215.		22400605.	-2167390.				-2167390.
7	3052238.		2424300.	627,938.				627,938.
8	11986824.		12612212.	-625,388.				-625,388.
9	2391240.		1850970.	540,270.				540,270.
10	10986662.		8490979.	2495683.				2495683.
11	165,207.		195,757.	-30,550.				-30,550.
12	643,638.		778,335.	-134,697.				-134,697.
13	6914599.		5855853.	1058746.				1058746.
14	14023255.		11445089.	2578166.				2578166.
15	7290134.		7937870.	-647,736.				-647,736.
16	5832235.		8149182.	-2316947.				-2316947.
17	7850814.		6218399.	1632415.				1632415.
18	3418647.		3326433.	92,214.				92,214.
19	17152154.		16251487.	900,667.				900,667.
20	438,550.		357,300.	81,250.				81,250.
21	663,273.		906,590.	-243,317.				-243,317.
22	886,345.		2813930.	-1927585.				-1927585.
23	5585473.		5212169.	373,304.				373,304.
24	3594232.		3974092.	-379,860.				-379,860.
25	0.		90,653.	-90,653.				-90,653.
26	101,270.		189,837.	-88,567.				-88,567.
27	150,821.		197,624.	-46,803.				-46,803.
28	10158161.		11866444.	-1708283.				-1708283.
29	3007424.		3841665.	-834,241.				-834,241.
30	1376758.		1839222.	-462,464.				-462,464.
31	9321788.		8296151.	1025637.				1025637.
32	6107552.		4664857.	1442695.				1442695.
33	14879338.		11205792.	3673546.				3673546.
34	537,049.		681,895.	-144,846.				-144,846.
35	18296093.		18014409.	281,684.				281,684.
36	0.		33,091.	-33,091.				-33,091.
37	16,361.		0.	16,361.				16,361.
38	0.		306,663.	-306,663.				-306,663.
39	4,599.		0.	4,599.				4,599.
40	0.		583,362.	-583,362.				-583,362.
41	0.		253,641.	-253,641.				-253,641.
42	1458191.		2230939.	-772,748.				-772,748.
43	1440235.		1839170.	-398,935.				-398,935.

Statement 11 (continued)
Form 990-PF, Part IV, Line 1
Capital Gains and Losses for Tax on Investment Income

Item	(e) Gross Sales	(f) Deprec. Allowed	(g) Cost Basis	(h) Gain (Loss)	(i) FMV 12/31/69	(j) Adj. Bas. 12/31/69	(k) Excess (i)-(j)	(l) Gain (Loss)
44	2606534.		2831051.	-224,517.				$-224,517.
45	0.		275,373.	-275,373.				-275,373.
46	4948086.		5319798.	-371,712.				-371,712.
47	1905109.		1951104.	-45,995.				-45,995.
48	0.		22,120.	-22,120.				-22,120.
49	0.		307,860.	-307,860.				-307,860.
50	0.		28,266.	-28,266.				-28,266.
51	0.		570,029.	-570,029.				-570,029.
52	47,636.		0.	47,636.				47,636.
53	0.		3,783.	-3,783.				-3,783.
54	46,164.		0.	46,164.				46,164.
55	0.		204,438.	-204,438.				-204,438.
56	0.		1143599.	-1143599.				-1143599.
57	158,904.		0.	158,904.				158,904.
58	19,495.		0.	19,495.				19,495.
59	39,275.		0.	39,275.				39,275.
60	267,330.		0.	267,330.				267,330.
61	0.		3,687.	-3,687.				-3,687.
62	0.		1022164.	-1022164.				-1022164.
63	0.		161,394.	-161,394.				-161,394.
64	7,779.		0.	7,779.				7,779.
65	19,385.		0.	19,385.				19,385.
66	0.		33,020.	-33,020.				-33,020.
67	22,420.		0.	22,420.				22,420.
68	179,988.		0.	179,988.				179,988.
69	2802456.		2572534.	229,922.				229,922.
70	337.		0.	337.				337.
71	0.		149,557.	-149,557.				-149,557.
72	189.		0.	189.				189.
73	10,115.		0.	10,115.				10,115.
74	0.		12,879.	-12,879.				-12,879.
75	1,598.		0.	1,598.				1,598.
76	0.		12,413.	-12,413.				-12,413.
77	22,294.		0.	22,294.				22,294.
78	0.		117,863.	-117,863.				-117,863.
79	17363270.		17050894.	312,376.				312,376.
80	1375168.		1785032.	-409,864.				-409,864.
81	3705485.		3522000.	183,485.				183,485.
82	1939522.		1548241.	391,281.				391,281.
83								21,937.
							Total	$-23380783.

Statement 12
Form 990-PF, Part VII-A, Line 8b
Copies of Form 990-PF to State Officials

Idaho Attorney General requires only that Form 990-PF is available upon request for inspection and prefers that the Foundation does not furnish them a copy.

Statement 13
Form 990-PF, Part VIII, Line 1
List of Officers, Directors, Trustees, and Key Employees

Name and Address	Title and Average Hours Per Week Devoted	Compen-sation	Contri-bution to EBP & DC	Expense Account/ Other
Joseph Scott 501 Baybrook Court Boise, ID 83706	Chairman 2.00	$ 0.	$ 0.	$ 0.
Everett Doty 501 Baybrook Court Boise, ID 83706	Director 2.00	5,500.	0.	0.
Thomas Wilford 501 Baybrook Court Boise, ID 83706	CEO 20.00	195,000.	845.	0.
Jamie MacMillan 501 Baybrook Court Boise, ID 83706	Executive Direc 35.00	107,012.	900.	0.
J.L. Scott 501 Baybrook Court Boise, ID 83706	Director 2.00	17,000.	0.	0.
Gary Michael 501 Baybrook Court Boise, ID 83706	Director 2.00	17,000.	0.	0.
Tony Scott 501 Baybrook Court Boise, ID 83706	Director 2.00	12,750.	0.	0.
	Total	$ 354,262.	$ 1,745.	$ 0.

Statement 14
Form 990-PF, Part XV, Line 2a-d
Application Submission Information

Name of Grant Program:	
Name:	J.A. & Kathryn Albertson Foundation
Care Of:	
Street Address:	501 Baybrook Court
City, State, Zip Code:	Boise, ID 83706
Telephone:	(208) 424-2600
Form and Content:	One to three page letter of inquiry. Major grants are made through RFP or invitation to apply. Check website (jkaf.org) for current invitations and programs.
Submission Deadlines:	None
Restrictions on Awards:	I.R.C. section 501(c)(3) organizations, government entities, or expenditure responsibility required.

Form **8868** (Rev April 2009)
Department of the Treasury Internal Revenue Service

Application for Extension of Time To File an Exempt Organization Return

OMB No 1545-1709

► **File a separate application for each return.**

- If you are filing for an **Automatic 3-Month Extension, complete only Part I** and check this box ► [X]
- If you are filing for an **Additional (Not Automatic) 3-Month Extension, complete only Part II** (on page 2 of this form)

Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.

Part I Automatic 3-Month Extension of Time. Only submit original (no copies needed).

A corporation required to file Form 990-T and requesting an automatic 6-month extension – check this box and complete Part I only ► [ ]

All other corporations (including 1120-C filers), partnerships, REMICS, and trusts must use Form 7004 to request an extension of time to file income tax returns

Electronic Filing *(e-file)*. Generally, you can electronically file Form 8868 if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for a corporation required to file Form 990-T) However, you cannot file Form 8868 electronically if (1) you want the additional (not automatic) 3-month extension or (2) you file Forms 990-BL, 6069, or 8870, group returns, or a composite or consolidated Form 990-T. Instead, you must submit the fully completed and signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit *www irs gov/efile* and click on *e-file for Charities & Nonprofits*

Type or print	Name of Exempt Organization	Employer identification number
File by the due date for filing your return See instructions	J.A. & KATHRYN ALBERTSON FOUNDATION, INC	82-6012000
	Number, street, and room or suite number If a P O box, see instructions: 501 BAYBROOK COURT	
	City, town or post office, state, and ZIP code For a foreign address, see instructions: BOISE, ID 83706	

Check type of return to be filed (file a separate application for each return):

[ ] Form 990	[ ] Form 990-T (corporation)	[ ] Form 4720
[ ] Form 990-BL	[ ] Form 990-T (section 401(a) or 408(a) trust)	[ ] Form 5227
[ ] Form 990-EZ	[ ] Form 990-T (trust other than above)	[ ] Form 6069
[X] Form 990-PF	[ ] Form 1041-A	[ ] Form 8870

- The books are in the care of ► Rex Butler

Telephone No. ► (208) 424-3875 FAX No. ►

- If the organization does not have an office or place of business in the United States, check this box ► [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ______. If this is for the whole group, check this box ► [ ]. If it is for part of the group, check this box ► [ ] and attach a list with the names and EINs of all members the extension will cover.

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until 8/15, 20 10, to file the exempt organization return for the organization named above The extension is for the organization's return for:

► [X] calendar year 20 09 or

► [ ] tax year beginning ________, 20 ___, and ending ________, 20 ___

2 If this tax year is for less than 12 months, check reason: [ ] Initial return [ ] Final return [ ] Change in accounting period

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions	3a	$ 303,500.
b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made Include any prior year overpayment allowed as a credit	3b	$ 183,500.
c Balance Due. Subtract line 3b from line 3a Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions	3c	$ 120,000.

Caution. *If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.*

BAA For Privacy Act and Paperwork Reduction Act Notice, see instructions. Form **8868** (Rev 4-2009)