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Return of Private Foundation

or Section 4947(a)(1) Nonexempt Charitable Trust

Treated as a Private Foundation

OMB No 1545-0052

2009Department of the Treasury
Internal Revenue Service

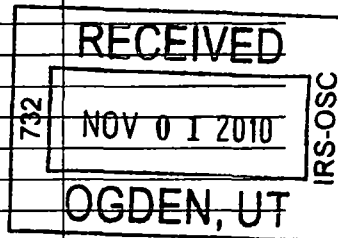
Note. The foundation may be able to use a copy of this return to satisfy state reporting requirements

For calendar year 2009, or tax year beginning JUL 1, 2009, and ending JUN 30, 2010

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 DEMCO CHARITABLE FOUNDATION		A Employer identification number 42-1322684
	Number and street (or P.O. box number if mail is not delivered to street address) HIGHWAY 18 EAST		B Telephone number 712-725-2302
	City or town, state, and ZIP code BOYDEN, IA 51234		C If exemption application is pending, check here <input type="checkbox"/>
			D 1. Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test check here and attach computation <input type="checkbox"/>
H Check type of organization: <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation			E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) \$ 1,091,035. (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 <input type="checkbox"/>
J Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____			

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a).)		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1 Contributions, gifts, grants, etc., received		294,000.		N/A	
2 Check <input type="checkbox"/> if the foundation is not required to attach Sch. B					
3 Interest on savings and temporary cash investments		6,011.	6,011.		STATEMENT 1
4 Dividends and interest from securities		32,140.	32,140.		STATEMENT 2
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		8,628.			
b Gross sales price for all assets on line 6a 262,755.					
7 Capital gain net income (from Part IV, line 2)			8,628.		
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		723.	700.		STATEMENT 3
12 Total. Add lines 1 through 11		341,502.	47,479.		
13 Compensation of officers, directors, trustees, etc.		0.	0.		0.
14 Other employee salaries and wages					
15 Pension plans, employee benefits					
16a Legal fees					
b Accounting fees					
c Other professional fees STMT 4		6,010.	6,010.		0.
17 Interest					
18 Taxes STMT 5		823.	0.		0.
19 Depreciation and depletion					
20 Occupancy					
21 Travel, conferences, and meetings					
22 Printing and publications					
23 Other expenses					
24 Total operating and administrative expenses. Add lines 13 through 23		6,833.	6,010.		0.
25 Contributions, gifts, grants paid		101,165.			101,165.
26 Total expenses and disbursements. Add lines 24 and 25		107,998.	6,010.		101,165.
27 Subtract line 26 from line 12					
a Excess of revenue over expenses and disbursements		233,504.			
b Net investment income (if negative, enter -0-)			41,469.		
c Adjusted net income (if negative, enter -0-)				N/A	



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Part II Balance Sheets <small>Attached schedules and amounts in the description column should be for end-of-year amounts only</small>		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing	37,307.	39,752.	39,752.
	2 Savings and temporary cash investments	170,687.	262,747.	262,747.
	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 STMT 6	651,465.	790,485.	788,536.
	c Investments - corporate bonds			
	11 Investments - land, buildings, and equipment basis ▶ Less: accumulated depreciation ▶			
	12 Investments - mortgage loans			
Liabilities	13 Investments - other			
	14 Land, buildings, and equipment basis ▶ Less: accumulated depreciation ▶			
	15 Other assets (describe ▶)			
	16 Total assets (to be completed by all filers)	859,459.	1,092,984.	1,091,035.
	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 ▶)			
Net Assets or Fund Balances	23 Total liabilities (add lines 17 through 22)	0.	0.	
	Foundations that follow SFAS 117, check here ▶ <input checked="" type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31			
	24 Unrestricted	859,459.	1,092,984.	
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ <input type="checkbox"/> and complete lines 27 through 31			
	27 Capital stock, trust principal, or current funds			
	28 Paid-in or capital surplus, or land, bldg, and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds			
	30 Total net assets or fund balances	859,459.	1,092,984.	
Net Assets or Fund Balances	31 Total liabilities and net assets/fund balances	859,459.	1,092,984.	

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	859,459.
2 Enter amount from Part I, line 27a	2	233,504.
3 Other increases not included in line 2 (itemize) ▶ BASIS ADJUSTMENT	3	21.
4 Add lines 1, 2, and 3	4	1,092,984.
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	1,092,984.

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shs. MLC Co.)	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a	PUBLICLY TRADED SECURITIES			
b	PUBLICLY TRADED SECURITIES			
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	136,131.		137,380.	-1,249.
b	126,624.		116,747.	9,877.
c				
d				
e				

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(i) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	
a			-1,249.
b			9,877.
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	8,628.
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	113,490.	590,678.	.192135
2007	160,726.	707,196.	.227272
2006	168,334.	677,681.	.248397
2005	96,651.	648,551.	.149026
2004	44,846.	540,703.	.082940

2	Total of line 1, column (d)	2	.899770
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	.179954
4	Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	806,697.
5	Multiply line 4 by line 3	5	145,168.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	415.
7	Add lines 5 and 6	7	145,583.
8	Enter qualifying distributions from Part XII, line 4	8	101,165.

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 <input type="checkbox"/> and enter "N/A" on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary-see instructions)			
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input type="checkbox"/> and enter 1% of Part I, line 27b		1	829.
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	829.
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	829.
6 Credits/Payments:			
a 2009 estimated tax payments and 2008 overpayment credited to 2009	6a	600.	
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	600.	
8 Enter any penalty for underpayment of estimated tax. Check here <input checked="" type="checkbox"/> if Form 2220 is attached	8		
9 Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	229.	
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10		
11 Enter the amount of line 10 to be Credited to 2010 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>	11		

Part VII-A Statements Regarding Activities

	Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
1b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for definition)? 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		X
1c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. <input type="checkbox"/> \$ 0. (2) On foundation managers. <input type="checkbox"/> \$ 0.		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. <input type="checkbox"/> \$ 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		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		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T		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?	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	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) <input type="checkbox"/> IA		
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	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		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

Part VII-A Statements Regarding Activities (continued)

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see 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? Website address ► N/A	13	X	
14	The books are in care of ► DETHMERS MANUFACTURING CO Telephone no. ► 712-725-2311 Located at ► HIGHWAY 18 EAST, BOYDEN, IA ZIP+4 ► 51234			
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.

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

Form 990-PF (2009)

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)? ☐ Yes ☒ No
N/A

Organizations relying on a current notice regarding disaster assistance check here ☐ Yes ☒ No

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? ☐ Yes ☒ No
N/A

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? ☐ Yes ☒ No

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? ☐ Yes ☒ No
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

(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
JAMES E. KOERSELMAN PO BOX 506 MILFORD IA	PRES / TREAS	0.00	0.	0.
ROBERT KOERSELMAN PO BOX 160, 1300 38TH AVE W SPENCER IA	VP / SECR	0.00	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

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	733,522.
b	Average of monthly cash balances	1b	52,593.
c	Fair market value of all other assets	1c	32,867.
d	Total (add lines 1a, b, and c)	1d	818,982.
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	818,982.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	12,285.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	806,697.
6	Minimum investment return. Enter 5% of line 5	6	40,335.

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	40,335.
2a	Tax on investment income for 2009 from Part VI, line 5	2a	829.
b	Income tax for 2009 (This does not include the tax from Part VI)	2b	
c	Add lines 2a and 2b	2c	829.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	39,506.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	39,506.
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	39,506.

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	101,165.
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	101,165.
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	0.
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	101,165.

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				39,506.
2 Undistributed income, if any, as of the end of 2009				
a Enter amount for 2008 only			0.	
b Total for prior years		0.		
3 Excess distributions carryover, if any, to 2009:				
a From 2004	17,811.			
b From 2005	65,903.			
c From 2006	135,148.			
d From 2007	126,456.			
e From 2008	84,810.			
f Total of lines 3a through e	430,128.			
4 Qualifying distributions for 2009 from Part XII, line 4 ▶ \$	101,165.			
a Applied to 2008, but not more than line 2a			0.	
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				39,506.
e Remaining amount distributed out of corpus	61,659.			
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	491,787.			
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 instr			0.	
f Undistributed income for 2009 Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7	17,811.			
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	473,976.			
10 Analysis of line 9:				
a Excess from 2005	65,903.			
b Excess from 2006	135,148.			
c Excess from 2007	126,456.			
d Excess from 2008	84,810.			
e Excess from 2009	61,659.			

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 7				
Total			▶ 3a	101,165.
b Approved for future payment				
NONE				
Total			▶ 3b	0.

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

DEMCO CHARITABLE FOUNDATION

Employer identification number

42-1322684

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 foundationCheck 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) and 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 its 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).

LHA For Privacy Act and Paperwork Reduction Act Notice, see the Instructions
for Form 990, 990-EZ, or 990-PF.

Schedule B (Form 990, 990-EZ, or 990-PF) (2009)

Name of organization

Employer identification number

DEMCO CHARITABLE FOUNDATION

42-1322684

Part I Contributors (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	DETHMERS MANUFACTURING CO HIGHWAY 18 EAST BOYDEN, IA 51234	\$ 166,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
2	MAURER MFG PO BOX 160, 1300 38TH AVE WEST SPENCER, IA 51301	\$ 128,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)

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

SOURCE	AMOUNT
VARIOUS	6,011.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	6,011.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
VARIOUS	32,140.	0.	32,140.
TOTAL TO FM 990-PF, PART I, LN 4	32,140.	0.	32,140.

FORM 990-PF OTHER INCOME STATEMENT 3

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
OTHER INCOME	700.	700.	
INCOME TAX REFUND	23.	0.	
TOTAL TO FORM 990-PF, PART I, LINE 11	723.	700.	

FORM 990-PF OTHER PROFESSIONAL FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
INVESTMENT MANAGEMENT FEES	6,010.	6,010.		0.
TO FORM 990-PF, PG 1, LN 16C	6,010.	6,010.		0.

FORM 990-PF	TAXES	STATEMENT	5
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DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
EXCISE TAX BASED ON INVESTMENT INCOME	450.	0.		0.
FOREIGN TAXES PAID	373.	0.		0.
TO FORM 990-PF, PG 1, LN 18	823.	0.		0.

FORM 990-PF	CORPORATE STOCK	STATEMENT	6
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DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
CORPORATE STOCK - SEE STMT 9	790,485.	788,536.
TOTAL TO FORM 990-PF, PART II, LINE 10B	790,485.	788,536.

FORM 990-PF

GRANTS AND CONTRIBUTIONS
PAID DURING THE YEAR

STATEMENT 7

RECIPIENT NAME AND ADDRESS	RECIPIENT RELATIONSHIP AND PURPOSE OF GRANT	RECIPIENT STATUS	AMOUNT
BETHANY CHRISTIAN SERVICES	EDUCATION		2,400.
CAMPUS CRUSADE FOR CHRIST	RELIGIOUS		1,000.
CITY OF BOYDEN	COMMUNITY SERVICES		5,000.
CLAY CENTRAL EVERLY HIGH SCHOOL	EDUCATION		100.
CLAY COUNTY SHERIFF DRUG DOG	COMMUNITY SERVICES		2,000.
DORDT DEVELOPMENT FOUNDATION	EDUCATION		2,000.
FREEDOM IN CHRIST MINISTRIES	RELIGIOUS		1,000.
HOPE HAVEN	COMMUNITY SERVICES		2,000.

DEMCO CHARITABLE FOUNDATION		42-1322684
HOPE HAVEN	COMMUNITY SERVICES	600.
INGHAM OKOBOJI LUTHERAN BIBLE CAMP	RELIGIOUS	2,750.
IOWA COLLEGE FOUNDATION	EDUCATION	250.
NCC FOUNDATION	EDUCATION	6,500.
NORTHWESTERN COLLEGE	EDUCATION	20,000.
NCC COLLEGE	EDUCATION	1,150.
NWIHC FOUNDATION	MEDICAL	300.
GHANA MINISTRIES VACCINES	MEDICAL	150.
PHEASANTS FOREVER	COMMUNITY SERVICES	265.
RISE MINITRIES	RELIGIOUS	350.

DEMCO CHARITABLE FOUNDATION		42-1322684
SPECIAL OLYMPICS	COMMUNITY SERVICES	300.
SPENCER FIRE DEPARTMENT	COMMUNITY SERVICES	1,000.
SPENCER FLAG FEST	COMMUNITY SERVICES	500.
SPENCER YOUTH SOFTBALL	EDUCATION	100.
SPENCER REGIONAL HEALTHCARE FOUNDATION	MEDICAL	2,000.
SPENCER ROTARY CLUB	COMMUNITY SERVICES	300.
THE LUKE SOCIETY	COMMUNITY SERVICES	30,000.
UNIVERSITY OF IOWA FOUNDATION	EDUCATION	3,600.
VILLAGE NW UNLIMITED	EDUCATION	1,900.
WATERMAN'S DUCKS UNLIMITED	COMMUNITY SERVICES	100.

DEMCO CHARITABLE FOUNDATION		42-1322684
WESTERN CHRISTIAN HIGH SCHOOL	EDUCATION	2,250.
IA CORN GROWERS I-LEAD SCHOLARSHIP	EDUCATION	5,000.
MS FUNDRAISER	MEDICAL	500.
NW IA TEC	RELIGIOUS	1,000.
HARRIS LAKE PARK SCHOOLS	EDUCATION	100.
IOWA GREAT LAKES FISHING CLUB	COMMUNITY SERVICES	100.
LOST ISLAND PROTECTIVE ASSOCIATION	COMMUNITY SERVICES	500.
PINK RIBBON GOLF	COMMUNITY SERVICES	200.
SUNSHINE SERVICES	COMMUNITY SERVICES	1,100.
TOWN OF GATE TN COMMUNITY FUND	COMMUNITY SERVICES	200.

DEMCO CHARITABLE FOUNDATION

42-1322684

KATELYN'S FUND

2,500.

RELIGIOUS

AMERICAN LEGION

100.

COMMUNITY SERVICES

TOTAL TO FORM 990-PF, PART XV, LINE 3A

101,165.

DEMCO CHARITABLE FOUNDATION

PART II, Line 10b DETAIL - Investments in Corporate Stock

TYE 06/30/10

Description	(b) Book Value	(c) Fair Market Value
UBS AG Yld	19,992 80	17,724 96
HSBC USA Inc	24,991 24	24,148 05
Eaton Vance Floating Rate Fund CI C	91,150 11	101,313 71
Federated Real Return Bond C	40,538 56	40,242 14
Franklin/Templeton Global Bond Fund CI C	84,066 78	92,467 36
Lord Abbett Short Duration	50,602 35	50,705 85
UBS High Yield Fund CI C	63,771 84	80,008 01
Bank of Amer Corp 8 2%	40,000 00	39,920 00
Bank of Amer Corp 8 625%	20,000 00	19,928 00
Deutsche Bank Cap Tr V 8 05%	20,000 00	19,840 00
Federal Natl Mtge Assoc 8 25%	25,000 00	350 00
Ace LTD	1,130 39	1,235 52
Advanced Semiconductor Engineering Inc	1,012 76	1,122 17
Aflac Inc	2,049 03	1,877 48
Allergan Inc	1,828 14	2,272 14
Amer Electric Power Co	2,668 70	2,584 00
Amgen Inc	1,799 94	1,630 60
Apollo Group Inc CI A	1,577 83	1,189 16
Apple Inc	1,814 25	4,276 01
Applied Materials Inc	1,007 29	901 50
Arcelormittal Sa Ny Reg	2,644 95	1,471 80
Asahi Glass ADR Foreign Security	2,446 47	2,000 46
ASML Holding NV NY Reg	1,393 40	1,813 02
Associated British Foods PLC	2,505 64	2,653 56
AT&T Inc	3,407 80	2,951 18
Autodesk Inc	1,718 39	1,753 92
Avon Products Inc	2,267 53	2,120 00
Baker Hughes Inc	3,301 09	2,161.64
Ball Corp	1,522 34	1,584 90
Banco Bilbao Vizcaya Argentaria SA	2,754 38	1,646 40
Bank of New York Mellon Corp	1,976 81	1,654 23
Bank of America Corp	3,244 64	2,845 26
Barclays PLC ADR	3,327 29	2,304 05
Baxter Intl Inc	1,352 04	1,219 20
Bayer A G Spon Adr	2,281 13	2,417 58
BNP Paribas Sa Adr	2,206 15	1,946 74
Borg Warner Inc	1,186 44	1,493 60
Boston Scientific Corp	788 25	661 20
Broadcom Corp CI A	1,021 70	1,549 59
Carnival PLC ADR	2,175 74	1,912 19
Carnival Corp New	2,801 83	1,965 60
Cenovus Energy	1,578 62	1,779 51
China Constr Bk Corp ADR	1,427 04	1,302 65
Comcast Corp New CI A	3,858 90	3,595 59
Covidien Plc	2,172 77	2,410 80
Credit Suisse Group Spon Adr	1,753 27	1,834 07
Crh Plc Ireland Spon Adr	1,676 95	1,233 10

DEMCO CHARITABLE FOUNDATION

PART II, Line 10b DETAIL - Investments in Corporate Stock

TYE 06/30/10

Description	(b) Book Value	(c) Fair Market Value
DBS Group Hldgs Ltd Spon Adr	1,382 75	1,998 94
Delhaze Group Spon ADR	1,820 95	1,740 00
Dow Chemical	1,882 43	1,612 96
E ON Ag Spon Adr	3,484 03	2,397 29
Encana Corp	897 62	1,152 92
EOG Resources	1,086 10	1,278 81
Exelon Corp	3,590 12	2,543 99
Exxon Mobil Corp	5,272 32	4,337 32
Fedex Corp	2,408 63	2,243 52
Firstenergy Corp	1,928 17	1,514 89
Fortune Brands Inc	3,327 81	2,507 52
Fresenius Medical Care AG	1,418 01	1,503 32
Gamestop Corp New	1,003 43	751 60
Genl Dynamics Corp	2,612 09	2,810 88
Genzyme Corp Gen Div	1,939 90	1,726 18
Glaxo Smithkline PLC	3,734 31	3,435 01
Goldman Sachs Group Inc	1,235 12	1,050 16
H&R Block Inc	981 18	862 95
Heidelberg Zement Ord DM 5	2,705 96	2,069 93
Hess Corp	1,735 71	1,560 54
Hewlett Packard Co	2,526 94	2,769 92
Illinois Tool Works Inc	2,453 27	2,518 08
Imperial Tobacco Group PLC	2,662 89	2,867 42
ING Group	1,985 91	2,193 36
Interpublic Group of Cos Inc	1,622 31	1,468 78
Intersil Corp Cl A	554 02	617 61
Intuit	2,181 48	2,364 36
James Hardie Industries SE	1,639 96	1,422 57
Johnson & Johnson Com	3,616 56	3,307 36
JP Morgan Chase & Co	3,351 18	3,770 83
Kao Corp Repstg 10	2,328 33	2,341 54
KBC Group	1,905 19	1,715 73
KDDI Corp ADR	2,260 65	1,966 81
Kroger Company	1,576 06	1,457 06
Lowe's Companies Inc	2,131 83	1,858 22
LVMH Moet Hennessy Louis New	1,074 56	1,650 15
Man Group PLC ADR	1,539 50	1,272 92
Man SE ADR	1,809 06	2,178 79
Marathon Oil Corp	2,352 60	1,709 95
Marvell Technology Group LTD	596 28	1,118 96
Medtronic Inc	1,948 55	1,813 50
Merck & Co	2,113 75	2,273 05
MetLife Inc	1,642 63	1,510 40
Metro AG	2,921 50	2,879 24
Microsoft Corp	4,833 27	4,049 76
Mitsubishi Corp Spons Adr	3,005 87	3,749 48
Monsanto Co	2,013 07	1,247 94

DEMCO CHARITABLE FOUNDATION

PART II, Line 10b DETAIL - Investments in Corporate Stock

TYE 06/30/10

Description	(b) Book Value	(c) Fair Market Value
Nasper's LTD Spon ADR	913 17	1,017 12
Natl Australia Bank Ltd	1,954 27	1,710 68
Natl Semiconductor Corp	846 01	901 82
New World Dev Ltd	1,461 67	1,650 84
Nippon Yusen Kabushiki	1,726 17	1,492 98
Nissan Mtr Ltd	2,733 17	3,169 37
Nobel Biocare Adr	1,302 52	1,179 25
Noble Corp	1,726 14	1,669 14
Nomura Holdings Inc	2,529 72	1,340 70
OAQ Gazprom Level 1 ADR	971 68	959 31
Orix Corp Spon ADR	1,729 81	1,945 62
Paccar Inc	2,086 86	2,272 59
Pall Corp	1,445 60	1,477 91
Peabody Energy Corp	864 10	1,095 64
Pepsico Inc	2,798 51	3,108 45
Petroleum GEO Services ASA	707 18	838 82
Principal Financial Group	1,453 26	1,406 40
Procter & Gamble Co	2,505 43	2,879 04
Prudential PLC ADR	2,639 42	2,539 80
Qantas Airways Ltd	1,433 65	1,796 68
Qualcomm Inc	2,322 72	1,839 04
Raytheon Co New	1,563 96	1,403 31
Ricoh Ltd ADR Japan	2,411 07	2,256 48
Rio Tinto PLC	3,981 95	3,139 20
Roche Hldg Ltd	3,058 29	3,318 43
Royal Dutch Shell	3,755 16	3,264 30
Ryanair Holdings	1,495 87	1,517 04
Ryder System	1,252 87	1,287 36
Sage Grou PLC	2,116 39	2,009 70
Sampo Oyj ADR	2,353 62	1,978 66
SAP AG Spon	2,300 31	2,170 70
Scottish & Sthn Energy PLC	2,465 60	2,176 46
Seagate Technology	583 61	991 04
SGS SA ADR	1,835 39	1,857 44
Shin Etsu Chem	2,402 79	2,400 57
Southwest Airlines Co	1,091 84	1,310 98
Sumitomo Mitsui Financial	4,398 27	2,733 20
Teck Resources LTD	1,397 88	1,212 78
Telenor Asa	1,934 77	3,202 75
Thk Co Ltd	1,241 76	1,965 60
Time Warner Inc New	1,498 94	1,590 05
Transcanada Corp	1,768 49	1,771 79
Tullow Oil Plc Spon	1,200 54	1,237 99
Ultra Petroleum Corp	1,919 98	1,991 25
United Health Group Inc	1,419 35	1,590 40
Viacom Inc	1,196 45	1,913 57
Visa Inc Cl A	667 64	636 75

DEMCO CHARITABLE FOUNDATION**PART II, Line 10b DETAIL - Investments in Corporate Stock****TYE 06/30/10**

Description	(b) Book Value	(c) Fair Market Value
Vmware Inc	694 67	1,439 57
Vodafone Group Plc	5,765 70	4,774 77
Wellpoint Inc	1,194 12	978 60
Wells Fargo & Co New	3,193 25	3,481 60
Ishares Trust Russell 2000	12,590 77	11,734 08
Vanguard Intl Equity Index	20,316 28	23,439 83
Volkswagen AG Repstg Pref DM	2,379 17	2,257 80
TOTAL	790,485 24	788,536 27