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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.

2010

For calendar year 2010, or tax year beginning

, 2010, and ending

, 20

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

Name of foundation

Krasberg-Mason Foundation, c/o Margaret K. Mason

A Employer identification number

36-3807993

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

170 Dickens Rd.

Room/suite

B Telephone number (see page 10 of the instructions)

847-446-8116

City or town, state, and ZIP code

Northfield, IL 60093

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 foundationI Fair market value of all assets at end of year (from Part II, col. (c), line 16) **\$ 1,724,859**
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 page 11 of the instructions).)

(a) Revenue and expenses per books

(b) Net investment income

(c) Adjusted net income

(d) Disbursements for charitable purposes (cash basis only)

- 1 Contributions, gifts, grants, etc., received (attach schedule)
- 2 Check ☐ if the foundation is not required to attach Sch. B
- 3 Interest on savings and temporary cash investments
- 4 Dividends and interest from securities
- 5a Gross rents
- b Net rental income or (loss)
- 6a Net gain or (loss) from sale of assets not on line 10
- b Gross sales price for all assets on line 6a
- 7 Capital gain net income (from Part IV, line 2)
- 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) (attach schedule)
- 11 Other income (attach schedule)
- 12 Total. Add lines 1 through 11

48

37,469

(148,989)

1,275

(110,197)

48

37,469

0

1,275

38,792

- 13 Compensation of officers, directors, trustees, etc.
- 14 Other employee salaries and wages
- 15 Pension plans, employee benefits
- 16a Legal fees (attach schedule)
- b Accounting fees (attach schedule)
- c Other professional fees (attach schedule)
- 17 Interest
- 18 Taxes (attach schedule) (see page 14 of the instructions)
- 19 Depreciation (attach schedule) and depletion
- 20 Occupancy
- 21 Travel, conferences, and meetings
- 22 Printing and publications
- 23 Other expenses (attach schedule)
- 24 Total operating and administrative expenses. Add lines 13 through 23
- 25 Contributions, gifts, grants paid
- 26 Total expenses and disbursements. Add lines 24 and 25

800

6,065

39

6,904

193,000

199,904

6,065

6,065

6,065

0

0

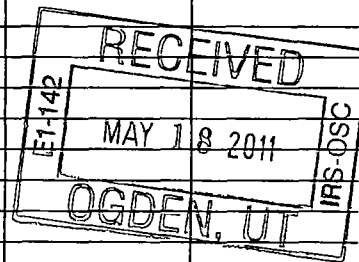
- 27 Subtract line 26 from line 12:
- a Excess of revenue over expenses and disbursements
- b Net investment income (if negative, enter -0-)
- c Adjusted net income (if negative, enter -0-)

(310,101)

32,727

0

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Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only. (See instructions.)		
		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash—non-interest-bearing			
	2 Savings and temporary cash investments	248,397	22,631	22,631
	3 Accounts receivable ▶			
	Less: allowance for doubtful accounts ▶			
	4 Pledges receivable ▶			
	Less: allowance for doubtful accounts ▶			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 15 of the instructions)			
	7 Other notes and loans receivable (attach schedule) ▶			
	Less: allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments—U.S. and state government obligations (attach schedule)			
	b Investments—corporate stock (attach schedule)	1,448,749	1,702,228	1,702,228
	c Investments—corporate bonds (attach schedule)			
	11 Investments—land, buildings, and equipment: basis ▶			
Liabilities	Less: accumulated depreciation (attach schedule) ▶			
	12 Investments—mortgage loans			
	13 Investments—other (attach schedule)			
	14 Land, buildings, and equipment: basis ▶			
	Less: accumulated depreciation (attach schedule) ▶			
	15 Other assets (describe ▶)			
	16 Total assets (to be completed by all filers—see the instructions. Also, see page 1, item I)	1,697,146	1,724,859	1,724,859
	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
Net Assets or Fund Balances	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe ▶)			
	23 Total liabilities (add lines 17 through 22)	0	0	
	Foundations that follow SFAS 117, check here ▶ <input type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ <input 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	1,697,146	1,724,859	
	30 Total net assets or fund balances (see page 17 of the instructions)	1,697,146	1,724,859	
	31 Total liabilities and net assets/fund balances (see page 17 of the instructions)	1,697,146	1,724,859	

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	1,697,146
2 Enter amount from Part I, line 27a	2	(310,101)
3 Other increases not included in line 2 (itemize) ▶ <u>Change in market value</u>	3	337,814
4 Add lines 1, 2, and 3	4	1,724,859
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	1,724,859

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	See Schedule			
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			(l) 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			
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	(148,989)
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 pages 13 and 17 of the instructions). If (loss), enter -0- in Part I, line 8	3	

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 page 18 of 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 (col. (b) divided by col. (c))
2009	257,939	1,423,159	.181
2008	258,676	2,038,059	.127
2007	282,956	2,487,628	.113
2006	140,700	2,395,575	.058
2005	190,977	2,497,247	.076

2	Total of line 1, column (d)	2	.555
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	.111
4	Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	1,635,070
5	Multiply line 4 by line 3	5	181,493
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	327
7	Add lines 5 and 6	7	181,820
8	Enter qualifying distributions from Part XII, line 4 If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions on page 18.	8	193,000

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

1a	Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary—see instructions)			
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b	1		327
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		327
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		327
6	Credits/Payments:			
a	2010 estimated tax payments and 2009 overpayment credited to 2010	6a		4,267
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		4,267
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8		0
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		3,940
11	Enter the amount of line 10 to be: Credited to 2011 estimated tax 3,940 Refunded	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?		✓
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)?		✓
<i>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.</i>		
c Did the foundation file Form 1120-POL for this year?		✓
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. ▶ \$ <u>N/A</u> (2) On foundation managers. ▶ \$ <u>N/A</u>		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ \$ <u>N/A</u>		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? <i>If "Yes," attach a detailed description of the activities.</i>		✓
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? <i>If "Yes," attach a conformed copy of the changes</i>		✓
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		✓
b If "Yes," has it filed a tax return on Form 990-T for this year?		N/A
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? <i>If "Yes," attach the statement required by General Instruction T.</i>		✓
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?	✓	
7 Did the foundation have at least \$5,000 in assets at any time during the year? <i>If "Yes," complete Part II, col. (c), and Part XV</i>	✓	
8a Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) ▶ <u>ILLINOIS</u>		
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? <i>If "No," attach explanation</i>	✓	
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 2010 or the taxable year beginning in 2010 (see instructions for Part XIV on page 27)? <i>If "Yes," complete Part XIV</i>		✓
10 Did any persons become substantial contributors during the tax year? <i>If "Yes," attach a schedule listing their names and addresses</i>		✓

Part VII-A Statements Regarding Activities (continued)

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see page 20 of the instructions)	11		✓
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		✓
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	✓	
Website address ▶ N/A				
14	The books are in care of ▶ David Mason	Telephone no. ▶ 847-446-8116		
Located at ▶ 170 Dickens Rd., Northfield, IL		ZIP+4 ▶ 60093-3229		
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041—Check here. <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year ▶ 15 N/A			
16	At any time during calendar year 2010, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country? See page 20 of the instructions for exceptions and filing requirements for Form TD F 90-22.1. If "Yes," enter the name of the foreign country ▶	16	Yes	No
				✓

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 22 of the instructions)? Organizations relying on a current notice regarding disaster assistance check here <input type="checkbox"/>	1b	N/A
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 2010?	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 2010, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2010? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," list the years ▶ 20 , 20 , 20 , 20		
b	Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement—see page 22 of 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? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If "Yes," did it have excess business holdings in 2010 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 2010.)	3b	N/A
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 2010?	4b	✓

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 page 22 of the 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 page 22 of the instructions)? Organizations relying on a current notice regarding disaster assistance check here ☐

5b

N/A

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

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

6b

✓

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

7b

N/A

b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors**1** List all officers, directors, trustees, foundation managers and their compensation (see page 22 of the instructions).

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
Margaret K. Mason Pres. & Directo 170 Dickens Rd., Northfield, IL 60093	as req'd 1 Hr.	-0-	-0-	-0-
David E. Mason 170 Dickens Rd., Northfield, IL 60093	as req'd 1 Hr.	-0-	-0-	-0-
Bruce E. Mason 14 Lantern Hill, Queensbury, NY 12804	Director	-0-	-0-	-0-
Sarah C. Mason 1921 W. Ridgewood Ln., Glenview, IL 60025	Director	-0-	-0-	-0-

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

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

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

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 page 23 of the instructions). If none, enter "NONE."

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

Part IX-A Summary of Direct Charitable Activities

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

Expenses

1 NONE	
2	
3	
4	

Part IX-B Summary of Program-Related Investments (see page 24 of the instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2

Amount

1 NONE	
2	
All other program-related investments. See page 24 of the instructions	
3	
Total. Add lines 1 through 3	0

Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see page 24 of the instructions.)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	1,527,445
b	Average of monthly cash balances	1b	132,525
c	Fair market value of all other assets (see page 25 of the instructions)	1c	0
d	Total (add lines 1a, b, and c)	1d	1,659,970
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	1,659,970
4	Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see page 25 of the instructions)	4	24,900
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	1,635,070
6	Minimum investment return. Enter 5% of line 5	6	81,753

Part XI Distributable Amount (see page 25 of the instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ☐ and do not complete this part.)

1	Minimum investment return from Part X, line 6	1	81,753
2a	Tax on investment income for 2010 from Part VI, line 5	2a	327
b	Income tax for 2010. (This does not include the tax from Part VI.)	2b	0
c	Add lines 2a and 2b	2c	327
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	81,426
4	Recoveries of amounts treated as qualifying distributions	4	0
5	Add lines 3 and 4	5	81,426
6	Deduction from distributable amount (see page 25 of the instructions)	6	0
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	81,426

Part XII Qualifying Distributions (see page 25 of the 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	193,000
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	0
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	0
b	Cash distribution test (attach the required schedule)	3b	0
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	193,000
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see page 26 of the instructions)	5	327
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	192,673

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

Part XIII Undistributed Income (see page 26 of the instructions)

	(a) Corpus	(b) Years prior to 2009	(c) 2009	(d) 2010
1 Distributable amount for 2010 from Part XI, line 7				81,426
2 Undistributed income, if any, as of the end of 2010:				
a Enter amount for 2009 only			0	
b Total for prior years: 20____, 20____, 20____		0		
3 Excess distributions carryover, if any, to 2010:				
a From 2005	66,115			
b From 2006	26,419			
c From 2007	176,663			
d From 2008	157,821			
e From 2009	187,199			
f Total of lines 3a through e	614,217			
4 Qualifying distributions for 2010 from Part XII, line 4: ► \$ 193,000				
a Applied to 2009, but not more than line 2a			0	
b Applied to undistributed income of prior years (Election required—see page 26 of the instructions)		0		
c Treated as distributions out of corpus (Election required—see page 26 of the instructions)	0			
d Applied to 2010 distributable amount				81,426
e Remaining amount distributed out of corpus	111,574			
5 Excess distributions carryover applied to 2010 (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	725,791			
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 page 27 of the instructions		0		
e Undistributed income for 2009. Subtract line 4a from line 2a. Taxable amount—see page 27 of the instructions			0	
f Undistributed income for 2010. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2011				0
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions)	0			
8 Excess distributions carryover from 2005 not applied on line 5 or line 7 (see page 27 of the instructions)	66,115			
9 Excess distributions carryover to 2011. Subtract lines 7 and 8 from line 6a	659,676			
10 Analysis of line 9:				
a Excess from 2006	26,419			
b Excess from 2007	176,663			
c Excess from 2008	157,821			
d Excess from 2009	187,199			
e Excess from 2010	111,574			

Part XIV Private Operating Foundations (see page 27 of the instructions and Part VII-A, question 9)

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2010, enter the date of the ruling **N/A**

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

2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed

Tax year	Prior 3 years			(e) Total
(a) 2010	(b) 2009	(c) 2008	(d) 2007	
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 $\frac{2}{3}$ of minimum investment return shown in Part X, line 6 for each year listed				
c "Support" alternative test—enter:				
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)				
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)				
(3) Largest amount of support from an exempt organization				
(4) Gross investment income				

Part XV Supplementary Information (Complete this part only if the foundation had \$5,000 or more in assets at any time during the year—see page 28 of the instructions.)**1 Information Regarding Foundation Managers:**

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

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 page 28 of the 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:

N/A

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

N/A

- c** Any submission deadlines:

N/A

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

N/A

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 <i>Paid during the year</i> SEE SCHEDULE				
Total			3a	193,000
b <i>Approved for future payment</i> NONE				
Total			3b	0

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.

Enter gross amounts unless otherwise indicated.		Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See page 28 of the instructions.)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount		
1 Program service revenue:						
a						
b						
c						
d						
e						
f						
g Fees and contracts from government agencies						
2 Membership dues and assessments						
3 Interest on savings and temporary cash investments			14	48		
4 Dividends and interest from securities			14	37,469		
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			18	(148,989)		
8 Gain or (loss) from sales of assets other than inventory						
9 Net income or (loss) from special events						
10 Gross profit or (loss) from sales of inventory						
11 Other revenue: a <u>Settlement of suit</u>			14	1,275		
b _____						
c _____						
d _____						
e _____						
12 Subtotal. Add columns (b), (d), and (e)						
13 Total. Add line 12, columns (b), (d), and (e)						
				13		(110,197)

(See worksheet in line 13 instructions on page 29 to verify calculations.)

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

[illegible]

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

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

[illegible]

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.

David E. Mason
Signature of officer or trustee

Date 5/12/11

Vice Pres. & Treasurer
Title

Print/Type preparer's name

Preparer's signature

Date _____

Check <input type="checkbox"/> if self-employed	PTIN
-------------------------------------------------	------

**Paid
Preparer
Use Only**

Firm's name ▶

Firm's EIN ►

Firm's address ►

Phone no

The Krasberg-Mason Foundation ID#36-3807993

FORM 990-PF
2009

Part I, line 11 Schedule

Cardinal Health Lawsuit Proceeds	\$ 492
Cendant Corporation Lawsuit Proceeds	\$783
	<hr/>
	\$ 1,275

Part I, line 16b Schedule

Jean Rudnit-Accounting fees	\$ 800.00
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Part I, line 16c Schedule

Hightower Advisors, LLC	\$6,065
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Part I, line 23 Schedule

Illinois AG990 Filing	\$15
Illinois Annual Report Fee	\$13
Illinois Sect. of State	\$5
Checkbook Fee	\$6
	<hr/>
	\$39

The Krasberg-Mason Foundation ID#36-3807993

2010

Part II, line 10(b) Schedule

<u># SHARES</u>	<u>SECURITY OWNED</u>	<u>MARKET VALUE (12/31/10)</u>
3,395	Ishares TR MSCI EAFE Index Fd (EFA)	
1,641	Ishares TR Russell Midcap Value Index Fd	73,861
2,051	Ishares TR Russell Midcap Groth Index Fd	116,107
4,840	Ishares TR Russell 1000 Value Index Fd	313,971
6,195	Ishares TR Russell 1000 Growth Index Fd	354,726
850	Ishares TR Russell 2000 Value Index Fd.	60,427
883	Ishares TR Russell 2000 Growth Index Fd	77,192
551	Spdr Gold TR Gold Shs	76,435
1,130	SPDR Index Shs Fds S&P Intl Small Cap ETF	34,849
1,280	Sector Spdr TR Shs Ben Int Technology	32,243
5,725	Vanguard Tax Managed Fd Europe Pacific ETF	206,959
600	Vanguard Sector Index Fds Vanguard Energy Viper	59,802
1,585	Vanguard Emerging Mkts Vipers	76,311
1,130	Vanguard Index Fds Formerly Vanguard Index TR	62,568
14,450	Pimco Total Return Instl-Mutual Fund	156,777
		1,702,228

The Krasberg-Mason Foundation ID# 36-3807993 FORM 990-PF
2010

PART IV SCHEDULE

<u>Asset Sold</u>	<u>How Acquired</u>	<u>Date Acquired</u>	<u>Date Sold</u>	<u>Gross Sales Price</u>	<u>Deprec. Allowed</u>	<u>Cost</u>	<u>Gain or (Loss)</u>
Stock- 3395 sh. Ishares TR MSCI EAFE INDEX FD	P	3/23/2007	7/1/2010	165,415		253,186	(87,771)
Stock- 1170 sh. TR Dow Jones US Home Constn Index Fd	P	3/23/2007	7/1/2010	13,849		42,185	(28,336)
Stock- 200 sh. TR Dow Jones US Home Constn Index Fd	P	3/23/2007	7/1/2010	2,358		7,211	(4,853)
Stock- 815 sh. Proshares Ultrashort Lehman Bros 20+ Yr T	P	6/9/2009	7/12/2010	28,883		44,905	(16,022)
Stock- 155 sh. Proshares Ultrashort Lehman Bros 20+ Yr T	P	9/11/2009	7/12/2010	5,575		7,391	(1,816)
Stock- 640 sh. Proshares Ultrashort Lehman Bros 20+ Yr T	P	11/18/2009	7/12/2010	22,609		30,106	(7,497)
Stock- 182 sh. Ishares TR Russell Midcap Value Index Fd	P	3/23/2007	7/26/2010	6,961		9,178	(2,217)
Stock- 174 sh. Ishares TR Russell Midcap Growth Index Fd	P	6/5/2008	7/26/2010	7,984		9,098	(1,114)
Stock- 97 sh. TR Russell 2000 Growth Index Fd	P	3/23/2007	8/9/2010	6,970		7,688	(718)
Stock- 59 sh. SPDR Gold TR Gold	P	12/23/2008	8/9/2010	6,927		4,978	1,949
Stock- 170 sh. Ishares TR Russell 1000 Value Index Fd	P	3/10/2008	9/22/2010	10,003		12,581	(2,578)
Stock- 100 sh. Ishares TR Russell 1000 Growth Index Fd	P	3/23/2007	9/22/2010	5,029		5,588	(559)
Stock- 25 sh. Ishares TR Russell 1000 Growth Index Fd	P	3/23/2007	9/22/2010	1,257		4,108	(2,851)
Stock- 75 sh. Ishares TR Russell 1000 Growth Index Fd	P	8/23/2007	9/22/2010	3,772		1,432	2,340
Stock- 300 sh. Vanguard Tax Managed Fd Europe Pacific E	P	7/1/2010	6/9/2009	10,123		9,173	950
Stock- 190 sh. Vanguard Index Fds	P	11/18/2009	9/22/2010	10,070		7,966	2,104
TOTAL				307,785		456,774	(148,989)

The Krasberg-Mason Foundation ID# 36-3807993 FORM 990-PF
 Grants - Year 2010 Complete

PART XV SCHEDULE

	Individ recipient	Fndn status	Purpose of grant	
Aid for Women Chicago, IL 60603 8/22/2010	N/A		General Support	500
American Anglican Council Washington, DC 20005 1/12/2010	N/A		General Support	25,000
American Ctr For Law & Justice (ACLJ) Washington, DC 20090 7/3/2010	N/A		General Support	1,000
Anglicans United Dallas, TX 75376 10/3/2010	N/A		General Support	1,000
Bible League Crete, IL 12/27/2010	N/A		General Support	3,000
Boca Grande Health Clinic Boca Grande, FL 5/20/2010	N/A		General Support	5,000
Campus Crusade for Christ Orlando, FL 32863 12/26/2010	N/A		Assist Scott & Katrine Moffatt Ministry	1,000
Campus Crusade for Christ Orlando, FL 32864 12/26/2010	N/A		Assist Fress Ministry	1,500
Campus Crusade for Christ Orlando, FL 32864 12/27/2010	N/A		Assist Schlie Ministry	1,000
Cathedral Counseling Center Chicago, IL 60602 10/1/2010	N/A		General Support	3,000
Cathedral Shelter Chicago, IL 60612 12/5/2010	N/A		General Support	3,000
Chicago Botanic Garden Glencoe, IL 60022 6/30/2010	N/A		Rose Garden Endowment	10,000
Christian Broadcasting Network (CBN) Virginia Beach, VA 23463 3/4/2010	N/A		General Support	5,000
3/4/2010	N/A		Haiti Relief	1,000

The Krasberg-Mason Foundation ID# 36-3807993 FORM 990-PF
 Grants - Year 2010 Complete

PART XV SCHEDULE

	Individ recipient	Fndn status	Purpose of grant	
8/22/2010	N/A		General Support	5,000
12/22/2010	N/A		Orphan's Promise	2,000
Christian Healing Ministries Jacksonville, FL				
10/3/2010	N/A		General Support	1,000
Church of the Redeemer Highland Park, IL 60035				
1/10/2010	N/A		General Support	1,000
3/14/2010	N/A		General Support	1,000
4/18/2010	N/A		General Support	1,000
4/25/2010	N/A		Rwanda Mission	1,000
5/9/2010	N/A		General Support	1,000
6/6/2010	N/A		General Support	1,000
4/4/2010	N/A		General Support	1,000
8/1/2010	N/A		General Support	1,000
8/2/2010	N/A		Support Mike Niebauer's ministry at Northwestern Univ	2,500
9/12/2010	N/A		General Support	1,000
10/3/2010	N/A		General Support	1,000
10/24/2010	N/A		General Support	1,000
11/25/2010	N/A		General Support	1,000
Compassion International Colorado Springs, CO 80997				
12/27/2010	N/A		Intn'l Child Support	1,000
SAMS- Diocese of Southeast Florida Miami, FL 33132				
10/3/2010	N/A		Assist Todd & Patsy McGregor Ministry	1,000
Episcopal Chanties and Community Services Chicago, IL 60611				
6/30/2010	N/A		General Support	5,000
Five Talents International Fairfax, VA 22038				
6/30/2010	N/A		General Support	10,000
Glens Falls Symphony Orchestra Children's Chorus Glens Falls, NY 12801				
10/13/2010	N/A		Children's Chorus Robes	3,000
Good News Partners Chicago, IL				
8/11/2010	N/A		General Support	2,500
Great Commission Ministries (GCM) Winter Park, FL 32793				
7/6/2010	N/A		Assist Fred & Enca Kirsten's Ministry	1,000
Institute on Religion & Democracy (IRD) Washington, DC 20005				
7/3/2010	N/A		General Support	1,000

The Krasberg-Mason Foundation ID# 36-3807993 FORM 990-PF
 Grants - Year 2010 Complete

PART XV SCHEDULE

	Individ recipient	Fndn status	Purpose of grant	
Mayo-Clinic Foundation Rochester, MN 5/21/2010	N/A		General Support	1,000
Music of the Baroque Chicago, IL 60602 2/21/2010	N/A		General Support	1,000
Mustard Seed Foundation (Sonnse Orphanage) c/o Church of the Redeemer Glenview, IL 60025 10/23/2010	N/A		General Support	5,000
Nashotah House Nashotah, WI 53058 7/6/2010	N/A		General Support	1,000
National Jewish Health Denver, CO 80206 5/21/2010	N/A		General Support	1,000
National Right to Work Legal Defense Fdn Springfield, VA 22160 6/10/2010	N/A		General Support	1,000
Ravinia Festival Highland Park, IL 1/22/2010	N/A		Annual Fund	3,000
St. Andrew's Episcopal Church Boca Grande, FL 33921 1/17/2010	N/A		General Support	500
2/21/2010	N/A		General Support	500
2/7/2010	N/A		General Support	500
2/28/2010	N/A		General Support	500
5/20/2010	N/A		General Support	5,000
St James the Less Episcopal Church Northfield, IL 60093 4/11/2010	N/A		General Support	1,000
5/2/2010	N/A		General Support	1,000
5/9/2010	N/A		General Support	1,000
6/3/2010	N/A		Rector's Retirement	1,000
6/6/2010	N/A		General Support	1,000
7/25/2010	N/A		General Support	1,000
8/21/2010	N/A		General Support	1,000
9/19/2010	N/A		General Support	1,000
10/17/2010	N/A		General Support	1,000
10/24/2010	N/A		Levi's Table	500
11/7/2010	N/A		General Support	1,000
12/19/2010	N/A		General Support	1,000
12/31/2010	N/A		General Support	1,000
	N/A		General Support	
St. Mary's Episcopal Church Lake Luzerne, NY 11/9/2010	N/A		Stairs on deck at parnsh	500

The Krasberg-Mason Foundation ID# 36-3807993 FORM 990-PF
Grants - Year 2010 Complete

PART XV SCHEDULE

	Individ recipient	Fndn status	Purpose of grant	
St Mary's Foundation for Foreign & Domestic Mission Greenwich, NY 12834 3/25/2010	N/A		Legal Expense	10,000
Tewecado Trust Inc. Tucson, AZ 85740 12/5/2010	N/A		General Support	2,500
The Alexander Hamilton Institute Clinton, NY 13323 12/5/2010	N/A		General Support	2,000
The Cradle Foundation Evanston, IL 60201 7/3/2010	N/A		General Support	5,000
12/5/2010	N/A		General Support	5,000
The Heartland Institute Chicago, IL 60603 12/5/2010	N/A		General Support	1,000
The Leadership Institute Arlington, VA 22201 12/5/2010	N/A		General Support	5,000
The Living Church Fdn Milwaukee, WI 53202 9/27/2010	N/A		General Support	2,500
The Salvation Army Chicago, IL 12/21/2010	N/A		General Support	5,000
Tnnity Episcopal School for Ministry Ambridge, PA 15003 6/3/2010	N/A		General Support	3,000
Uganda University Partners Dallas, TX 75238 8/1/2010	N/A		Scholarship Fund	5,000
Univ of Chicago Law School Chicago, IL 60637 6/30/2010	N/A		General Support	5,000
Univ. of St Thomas St. Paul, MN 55105 12/27/2010	N/A		Michael Patrick Keefe Scholarship Fund	1,000
Total				193,000