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

2010

Department of the Treasury  
Internal Revenue Service

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

For calendar year 2010, or tax year beginning , 2010, and ending , 20

G Check all that apply:		Initial return	Initial Return of a former public charity	<input type="checkbox"/> Final return						
		Amended return	Address change	<input type="checkbox"/> Name change						
<p>Name of foundation <b>Perkins Foundation</b></p> <p>Number and street (or P.O. box number if mail is not delivered to street address) <span style="float: right;">Room/suite</span> <b>730 Lake Street E</b></p> <p>City or town, state, and ZIP code <b>Wayzata MN 55391-1713</b></p>										
<p>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</p>										
<p>I Fair market value of all assets at end of year (from Part II, col (c), line 16)</p> <p><b>► \$ 1,239,680.</b></p>		<p>J Accounting method. <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____</p> <p>(Part I, column (d) must be on cash basis.)</p>								
<p><b>Revenue</b></p> <p><input type="checkbox"/> Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), &amp; (d) may not necessarily equal the amounts in column (a) (see instr.).)</p> <p>1 Contributions, gifts, grants, etc., received (attach schedule)</p> <p>2 Check <input type="checkbox"/> if the foundation is not required to attach Sch. B</p> <p>3 Interest on savings and temp cash investments</p> <p>4 Dividends and interest from securities</p> <p>5a Gross rents . . . . .</p> <p>b (Net rental income or (loss))</p> <p>6a Net gain/(loss) from sale of assets not on line 10</p> <p>b Gross sales price for all assets on line 6a</p> <p>7 Capital gain net income (from Part IV, line 2)</p> <p>8 Net short-term capital gain . . . . .</p> <p>9 Income modifications . . . . .</p> <p>10a Gross sales less rns &amp; allowances</p> <p>b Less Cost of goods sold</p> <p>c Gross profit or (loss) (attach schedule)</p> <p>11 Other income (attach schedule)</p> <p>12 Total. Add lines 1 through 11</p>		<p>(a) Revenue and expenses per books</p> <p>16.</p> <p>4,083.</p> <p>17,094.</p> <p>4,099.</p> <p>21,193.</p>	<p>(b) Net investment income</p> <p>16.</p> <p>4,083.</p> <p>12,092.</p> <p>16,191.</p>	<p>(c) Adjusted net income</p> <p>16.</p> <p>4,083.</p> <p>12,092.</p> <p>16,191.</p>	<p>(d) Disbursements for charitable purposes (cash basis only)</p> <p>4,738.</p> <p>59.</p> <p>4,738.</p> <p>59.</p>					
		<p><b>Operating and Administrative Expenses</b></p> <p><b>RECEIVED</b></p> <p>13 Compensation of officers, directors, trustees, etc</p> <p>14 Other employee salaries and wages</p> <p>15 Pension plans, employee benefits</p> <p>16a Legal fees (attach schedule)</p> <p>b Accounting fees (attach schedule)</p> <p>c Other professional fees (attach schedule)</p> <p>17 Interest</p> <p>18 Taxes (attach schedule) (see instructions)</p> <p>19 Depreciation (attach sch) and depletion</p> <p>20 Occupancy</p> <p>21 Travel, conferences, and meetings</p> <p>22 Printing and publications</p> <p>23 Other expenses (attach schedule)</p> <p>24 Total operating and administrative expenses. Add lines 13 through 23</p> <p>25 Contributions, gifts, grants paid</p> <p>26 Total exp &amp; disbursements Add lines 24 and 25</p>		<p>4,738.</p> <p>59.</p> <p>4,738.</p> <p>59.</p>	<p>4,738.</p> <p>59.</p> <p>4,738.</p> <p>59.</p>	<p>4,738.</p> <p>59.</p> <p>4,738.</p> <p>59.</p>				
				<p>27 Subtract line 26 from line 12</p> <p>a Excess of revenue over expenses and disbursements</p> <p>b Net investment income (if neg, enter -0-)</p> <p>c Adjusted net income (if neg, enter -0-)</p>		<p>(29,568.)</p>	<p>21,193.</p>	<p>16,191.</p>		
						<p>27 Subtract line 26 from line 12</p> <p>a Excess of revenue over expenses and disbursements</p> <p>b Net investment income (if neg, enter -0-)</p> <p>c Adjusted net income (if neg, enter -0-)</p>		<p>21,193.</p>		
								<p>16,191.</p>		
								<p>21,193.</p>		
								<p>16,191.</p>		

For Paperwork Reduction Act Notice, see the instructions.

BCA

US990P\$1

Form 990-PF (2010)

SCANNED 2011

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<b>Part II Balance Sheets</b>		Attached schedules and amounts in the description column should be for end-of-year amounts only (See inst.)	Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
<b>Assets</b>	1	Cash - non-interest-bearing . . . . .			
	2	Savings and temporary cash investments . . . . .	4,385.	437.	437.
	3	Accounts receivable ►			
		Less: allowance for doubtful accts. ►			
	4	Pledges receivable ►			
		Less: allowance for doubtful accts. ►			
	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 schedule) . . . ►			
		Less: allowance for doubtful accounts . . . ►			
	8	Inventories for sale or use . . . . .			
	9	Prepaid expenses and deferred charges . . . . .			
	10a	Investments - U.S. and state govt. obligations (attach schedule)	3,738.	96,520.	96,520.
	b	Investments - corporate stock (attach schedule) . . . . .	1,244,031.	1,142,723.	1,142,723.
	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 ►			
		Less: accumulated depreciation (attach schedule) . . . . . ►			
	15	Other assets (describe ►) . . . . .			
	16	<b>Total assets</b> (to be completed by all filers - see the instructions. Also, see page 1, item I) . . . . .	1,252,154.	1,239,680.	1,239,680.
<b>Liabilities</b>	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 (attach schedule) . . . . .			
	22	Other liabilities (describe ►) . . . . .			
	23	<b>Total liabilities</b> (add lines 17 through 22) . . . . .			
<b>Net Assets or Fund Balances</b>	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, ck. here ► <input checked="" type="checkbox"/>				
	and complete lines 27 through 31.				
	27	Capital stock, trust principal, or current funds . . . . .			
	28	Paid-in or capital surplus, or land, bldg , and equipment fund . . . . .			
	29	Retained earnings, accumulated income, endowment, or other funds . . . . .	1,252,154.	1,239,680.	
	30	<b>Total net assets or fund balances</b> (see the instructions) . . . . .	1,252,154.	1,239,680.	
	31	<b>Total liabilities and net assets/fund balances</b> (see the instructions) . . . . .	1,252,154.	1,239,680.	

**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	1,252,154.
2	Enter amount from Part I, line 27a . . . . .	2	(29,568.)
3	Other increases not included in line 2 (itemize) ► <u>capital gains</u>	3	17,094.
4	Add lines 1, 2, and 3 . . . . .	4	1,239,680.
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	1,239,680.

**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.)
1 a	CorVel Corp	P	04/28/2008	01/11/2010
b	Health Fitness Corp	P	03/12/2003	01/22/2010
c	Health Fitness Corp	P	03/26/2003	01/22/2010
d	Ciprico Inc	P	12/21/2007	01/29/2010
e	SEE ATTACHED WORKSHEET			

(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 31,440.		32,854.	(1,414.)
b 43,199.		4,140.	39,059.
c 64,799.		6,190.	58,609.
d 9,649.		25,000.	(15,351.)
e 128,355.		192,164.	(63,809.)

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

(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
a			(1,414.)
b			39,059.
c			58,609.
d			(15,351.)
e			(63,809.)

2 Capital gain net income or (net capital loss) . . . . .	If gain, also enter in Part I, line 7	2	17,094.
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 . . . . .	If (loss), enter -0- in Part I, line 7	3	12,092.

**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 beg. in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2009	54,582.	1,271,858.	0.0429
2008	1,112,850.	1,216,348.	0.9149
2007	75,604.	909,848.	0.0831
2006	56,185.	979,012.	0.0574
2005	46,882.	989,757.	0.0474

2 Total of line 1, column (d) . . . . .	2	1.1457
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	0.2291
4 Enter the net value of noncharitable-use assets for 2010 from Part X, line 5 . . . . .	4	1,227,228.
5 Multiply line 4 by line 3 . . . . .	5	281,158.
6 Enter 1% of net investment income (1% of Part I, line 27b) . . . . .	6	212.
7 Add lines 5 and 6 . . . . .	7	281,370.
8 Enter qualifying distributions from Part XII, line 4 . . . . .	8	33,667.

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)**

1a	Exempt operating foundations described in section 4940(d)(2), check here ► <input checked="" type="checkbox"/> & enter "N/A" on line 1 Date of ruling or determination letter: _____ (attach copy of letter if necessary - see instr.)	1	N/A
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	2	0
c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b)	3	
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	0
3	Add lines 1 and 2	5	0
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	6	
5	<b>Tax based on investment income.</b> Subtract line 4 from line 3. If zero or less, enter -0-	7	
6	<b>Credits/Payments:</b>	8	
a	2010 estimated tax payments and 2009 overpayment credited to 2010	9	
b	Exempt foreign organizations - tax withheld at source	10	
c	Tax paid with application for extension of time to file (Form 8868)	11	
d	Backup withholding erroneously withheld		
7	Total credits and payments. Add lines 6a through 6d		
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached		
9	<b>Tax due.</b> If the total of lines 5 and 8 is more than line 7, enter amount owed		
10	<b>Overpayment.</b> If line 7 is more than the total of lines 5 and 8, enter the amount overpaid		
11	Enter the amount of line 10 to be: <b>Credited to 2011 estimated tax</b> ► <input type="checkbox"/> Refunded ► <input type="checkbox"/>		

**Part VII-A Statements Regarding Activities**

	Yes	No
1a	X	
1b	X	
1c	X	
2	X	
3	X	
4a	X	
4b		
5	X	
6	X	
7	X	
8a		
b		
9		
10	X	

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? . . . . .

1b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see the 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.

1c 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. ► \$ \_\_\_\_\_ (2) On foundation managers. ► \$ \_\_\_\_\_

e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ► \$ \_\_\_\_\_

2 Has the foundation engaged in any activities that have not previously been reported to the IRS?  
If "Yes," attach a detailed description of the activities.

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 . . . . .

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? . . . . .

5 Was there a liquidation, termination, dissolution, or substantial contraction during the year?  
If "Yes," attach the statement required by General Instruction T

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? If "Yes," complete Part II, col. (c), and Part XV

8a Enter the states to which the foundation reports or with which it is registered (see the instructions)  
►

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. . . . .

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 in instructions)? If "Yes," complete Part XIV . . . . .

10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses . . . . .

**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) 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 ►	13	X
14	The books are in care of ► Richard W Perkins Located at ► 730 E Lake St MN Wayzata	Telephone no. ► 952-473-8367 ZIP+4 ► 55391-1713	
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		
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 instructions for exceptions and filing requirements for Form TD F 90-22.1 If "Yes," enter the name of the foreign country ►	16	Yes X

**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 the instructions)? . . . . . Organizations relying on a current notice regarding disaster assistance check here . . . . . ► <input type="checkbox"/>		
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? . . . . .		
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? . . . . . If "Yes," list the years ► 20 __, 20 __, 20 __, 20 __	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
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.) . . . . .		
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.) . . . . .		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes? . . . . .		
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? . . . . .		

**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 the instructions)?

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?  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  Nob 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  Nob If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?  Yes  No

5b

6b  X7b  **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 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 comp.	(e) Expense account, other allowances
Richard W Perkins 730 E Lake St	President	0		
Richard C Perkins 730 E Lake St	Senior VP	0		
Pamela L Brown 730 E Lake St	Vice Pres	0		
Daniel S Perkins 730 E Lake St	Secretary	0		

2 Compensation of five highest-paid employees (other than those included on line 1 - see 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 ►

**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 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** ►

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

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

**Part IX-B Summary of Program-Related Investments (see 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 instructions.		
3		
<b>Total Add lines 1 through 3</b>		►

**Part X Minimum Investment Return** (All domestic foundations must complete this part. Foreign foundations, see 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 1,193,377.
b	Average of monthly cash balances	1b 52,540.
c	Fair market value of all other assets (see the instructions)	1c
d	Total (add lines 1a, b, and c)	1d 1,245,917.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e
2	Acquisition indebtedness applicable to line 1 assets	2 1,245,917.
3	Subtract line 2 from line 1d	3
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see the instructions)	4 18,689.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5 1,227,228.
6	Minimum investment return. Enter 5% of line 5	6 61,361.

**Part XI Distributable Amount** (see 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 61,361.
2 a	Tax on investment income for 2010 from Part VI, line 5	2a
b	Income tax for 2010. (This does not include the tax from Part VI.)	2b
c	Add lines 2a and 2b	2c
3	Distributable amount before adjustments. Subtract line 2c from line 1	3 61,361.
4	Recoveries of amounts treated as qualifying distributions	4
5	Add lines 3 and 4	5 61,361.
6	Deduction from distributable amount (see the instructions)	6
7	Distributable amount as adjusted. Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7 61,361.

**Part XII Qualifying Distributions** (see 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 33,667.
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 33,667.
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 the instructions).	5
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6 33,667.

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 the instructions)

	(a) Corpus	(b) Years prior to 2009	(c) 2009	(d) 2010
1 Distributable amount for 2010 from Part XI, line 7 .....				61,361.
2 Undistributed income, if any, as of the end of 2010				
a Enter amount for 2009 only .....				
b Total for prior yrs.: 20 ____, 20 _____. 20				
3 Excess distribs. carryover, if any, to 2010.				
a From 2005 .....				
b From 2006 .....	880.			
c From 2007 .....	30,112.			
d From 2008 .....	52,033.			
e From 2009 .....				
f Total of lines 3a through e .....	83,025.			
4 Qualifying distributions for 2010 from Part XII, line 4: ► \$ 33,667.				
a Applied to 2009, but not more than line 2a .....				
b Applied to undistributed income of prior years (Election required - see the instr.) .....				
c Treated as distributions out of corpus (Election required - see the instructions) .....				
d Applied to 2010 distributable amount .....				33,667.
e Remaining amt distributed out of corpus .....				
5 Excess distribs carryover applied to 2010 (If an amount appears in column (d), the same amount must be shown in col. (a).) .....	27,694.			27,694.
6 Enter the net total of each column as indicated below:	55,331.			
a Corpus. Add lines 3f, 4c, & 4e. Subtract line 5				
b Prior years' undistributed income. Subtract line 4b from line 2b .....				
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed .....				
d Subtract line 6c from line 6b. Taxable amount - see the instructions .....				
e Undistributed income for 2009. Subtract line 4a from line 2a. Taxable amount - see the instructions .....				
f Undistributed income for 2010. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2011 .....				
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see the instructions). .....				
8 Excess distributions carryover from 2005 not applied on line 5 or line 7 (see the instructions) .....				
9 Excess distributions carryover to 2011. Subtract lines 7 and 8 from line 6a .....	55,331.			
10 Analysis of line 9:				
a Excess from 2006 .....				
b Excess from 2007 .....	3,298.			
c Excess from 2008 .....	52,033.			
d Excess from 2009 .....				
e Excess from 2010 .....				

**Part XIV Private Operating Foundations** (see 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 . . . . . ►				
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		
	(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 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)(ii)				
(3) Largest amount of support from an exempt organization . . . . .				
(4) Gross investment income . . . . .				

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

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

**Richard W Perkins**

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 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:

Richard W Perkins 952-473-8367 730 E Lake St Wayzata MN 55391

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

See annual report attached

c Any submission deadlines:

see annual report attached

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

see annual report attached

## Part XV Supplementary Information (continued)

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

Recipient	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
Name and address (home or business)				
<b>a Paid during the year</b>				
CERF		public	general support	6,100.
Wayland		public	general support	1,960.
PACER Ce		public	general support	5,000.
Blooming		public	general support	3,500.
Trumpete		public	general support	250.
Camp Ols		public	general support	4,000.
Ward Mus		public	general support	60.
Winner F		public	general support	500.
MN Conse		public	general support	100.
MN Counc		public	general support	2,000.
Heritage		public	general support	200.
Rock the		public	general support	500.
Ducks Un		public	general support	1,350.
TC Publi		public	general support	100.
Heart To		public	general support	250.
Face to		public	general support	1,000.
Tergar I		public	general support	2,000.
<b>Total</b>			► 3a	28,870.
<b>b Approved for future payment</b>				
<b>Total</b>			► 3b	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.

	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See the instructions.)
	(a) Business code	(b) Amount	(c) Excl. 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 .....	52300	16.	14	(16.)	16.
4 Dividends and interest from securities .....	52300	4,083.	14	(4,083.)	4,083.
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 .....					
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) .....		4,099.		(4,099.)	4,099.
13 Total. Add line 12, columns (b), (d), and (e) .....				13	4,099.

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

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

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes). (See the instructions.)
None	

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

		Yes	No
1	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?		
a	Transfers from the reporting foundation to a noncharitable exempt organization of:		
(1)	Cash . . . . .	1a(1)	X
(2)	Other assets . . . . .	1a(2)	X
b	Other transactions.		
(1)	Sales of assets to a noncharitable exempt organization . . . . .	1b(1)	X
(2)	Purchases of assets from a noncharitable exempt organization . . . . .	1b(2)	X
(3)	Rental of facilities, equipment, or other assets . . . . .	1b(3)	X
(4)	Reimbursement arrangements . . . . .	1b(4)	X
(5)	Loans or loan guarantees . . . . .	1b(5)	X
(6)	Performance of services or membership or fundraising solicitations . . . . .	1b(6)	X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees . . . . .	1c	X
d	If the answer to any of the above is "Yes," complete the following schedule. Column(b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation. If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received.		

(a) Name of organization	(b) Type of organization	(c) Description of relationship

**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.

 Becker W. Dulce

5-13-11

Richard Perkins

Title

<b>Paid Preparer Use Only</b>	Print/Type preparer's name <b>Thomas G Sims CPA</b>	Preparer's signature <i>Tom G. CPA</i>	Date <b>5-13-11</b>	Check <input type="checkbox"/> if self-employed	PTIN <b>P0123984</b>
	Firm's name ► <b>Sims Company CPAs</b>	Firm's EIN ► <b>75-2994546</b>			
	Firm's address ► <b>5100 Thimsen Ave Suite 140</b>	Phone no. <b>952-474-8630</b>			

MINNETONKA MN 55345-

**Form 990-PF (2010)**

**This is a Pro Forma return.**

## Detail Sheet

2010

Name: Perkins Foundation

ID: 41-0948862

Description: Page 2, Line 10b - Corp Stock Investment

**Perkins Capital Management, Inc.**  
**PORTFOLIO APPRAISAL**  
**Perkins Foundation**  
**CUSTODIAN: PJ 282-00330-CPC M (FCCRWP 3637-4795)**  
**December 31, 2010**

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Market Price	Market Value	Pct Assets	Yield	
<b>COMMON STOCK</b>									
25,000.00	abmc	American Bio Medica Corp	1.33	33,210.40	0.09	2,250.00	0.2	0.0	
10,000.00	arci	Appliance Recycling Centers of America Inc	4.22	42,200.00	3.40	34,000.00	2.7	0.0	
1,000.00	bms	Bemis Inc	31.93	31,931.70	32.66	32,660.00	2.6	2.8	
1,000.00	bmy	Bristol Myers Squibb Co	22.82	22,820.00	26.48	26,480.00	2.1	5.0	
1,000.00	bw	Brush Engineered Materials Inc	32.37	32,366.90	38.64	38,640.00	3.1	0.0	
2,500.00	csii	Cardiovascular Systems Inc	10.05	25,135.50	11.66	29,150.00	2.3	0.0	
500,000.00	cnuv	China Nuvo Solar Energy Inc	0.06	28,800.00	0.00	850.00	0.1	0.0	
3,000.00	dave	Famous Daves of America Inc	7.22	21,647.70	11.15	33,450.00	2.7	0.0	
5,000.00	film	INTELEFILM Corp	0.30	1,500.00	0.01	25.00	0.0	0.0	
15,000.00	isig	Insignia Systems Inc	1.75	26,250.00	6.56	98,460.00	7.9	0.0	
2,500.00	inmd	IntegraMed America Inc	7.58	18,937.50	8.66	21,650.00	1.7	0.0	
2,000.00	laco	Lakes Entertainment Inc	13.05	26,105.20	2.85	5,700.00	0.5	0.0	
500.00	lly	Lilly (Eli) and Co	40.11	20,053.75	35.04	17,520.00	1.4	5.6	
50,000.00	navr	Navare Corp	0.51	25,500.00	2.14	107,000.00	8.6	0.0	
1,000.00	pfe	Pfizer Inc	17.83	17,830.00	17.51	17,510.00	1.4	4.6	
5,000.00	rcmt	RCM Technologies Inc	6.52	32,613.50	4.63	23,150.00	1.9	0.0	
1,500.00	svu	SUPERVALU Inc	14.21	21,311.70	9.63	14,445.00	1.2	3.6	
667.00	saja	Sajan Inc	41.23	27,500.00	0.95	633.65	0.1	0.0	
12,000.00	scie	SpectraScience Inc	1.20	14,410.00	0.12	1,440.00	0.1	0.0	
2,000.00	sumr	Summer Infant Inc	7.82	15,640.00	7.58	15,160.00	1.2	0.0	
21,000.00	syno	Synovis Life Technologies Inc	344.765-75	25,038.87	16.11	338,310.00	27.1	0.0	
2,500.00	ptrs	US Auto Parts Network Inc	25.028-87	7.99	19,967.75	8.40	21,000.00	1.7	0.0
2,000.00	usph	US Physical Therapy Inc	319,726.88	15.56	31,120.00	19.82	39,640.00	3.2	0.0
4,000.00	usu	USEC Inc	6.41	25,632.00	6.02	24,080.00	1.9	0.0	
7,500.00	upi	Uroplasty Inc	3.50	26,250.00	4.03	30,225.00	2.4	0.0	
5,000.00	vital	Vital Images Inc	1.19	5,942.50	13.98	69,900.00	5.6	0.0	
20,000.00	wilm	Wits Basin Precious Minerals Inc	1.22	24,480.00	0.02	340.00	0.0	0.0	
<b>TOTAL</b>				<del>644,194.97</del> <del>963,921.85</del>		<b>1,043,668.65</b>	<b>83.7</b>	<b>0.4</b>	
<b>RESTRICTED SECURITIES</b>									
3,385.00	film	INTELEFILM Corp	1.20	4,051.34	0.01	16.93	0.0	0.0	
100,000.00	pvso	Photovoltaic Solar Cells Inc	0.20	20,000.00	0.06	6,000.00	0.5	0.0	
511,368.00	tcln	Techs Loanstar Inc	0.05	25,000.00	0.00	2,045.47	0.2	0.0	
<b>TOTAL</b>				<b>49,051.34</b>		<b>8,062.40</b>	<b>0.6</b>	<b>0.0</b>	
<b>PRIVATE COMPANIES</b>									
12,500.00	halopfa	HALO Innovations Inc Cv Pfd Ser A	2.00	25,000.00	2.50	31,250.00	2.5	0.0	
15,000.00	mqsoftes2	MQSoftware Inc Escrow #2 (Feb 2011)	0.00	0.00	0.14	2,091.37	0.2	0.0	
60,000.00	marixtec	Marix Technologies Inc	0.10	6,000.00	0.10	6,000.00	0.5	0.0	
50.00	objecta	ObjectFX Corp Ser A Cv Pfd (1=200 common)	100.00	5,000.00	100.00	5,000.00	0.4	0.0	
2,676.00	objectfx	ObjectFX Corporation	9.34	25,000.00	0.50	1,338.00	0.1	0.0	
3,011.00	plainsght	Plain Sight Pfd Ser A	6.23	18,750.00	1.00	3,011.00	0.2	0.0	
25,000.00	zhcomp	ZH Computer Inc	1.00	25,000.00	1.00	25,000.00	2.0	0.0	
<b>TOTAL</b>				<b>104,750.00</b>		<b>73,690.37</b>	<b>5.9</b>	<b>0.0</b>	
<b>OTHER ASSETS</b>									
25,000.00	cnuvnt2	China Nuvo Solar Energy 8% Cv Nt On Demand	1.00	25,000.00	1.00	25,000.00	2.0	0.0	
0.48	cpciliq	Ciprico Inc Liquidating Trust	0.00	0.00	0.00	0.00	0.0	0.0	

Perkins Capital Management, Inc.  
**PORTFOLIO APPRAISAL**  
*Perkins Foundation*  
 CUSTODIAN: PJ 282-00330-CPC M (FCCRWP 3637-4795)  
 December 31, 2010

Quantity	Security Symbol	Security	Unit Cost	Total Cost	Market Price	Market Value	Pct Assets	Yield
1,619.00	cpciw1	Ciprico Inc Wt 12/26/12 E3.86	0.00	0.00	0.00	0.00	0.0	0.0
25,000.00	tclnwt1	Techs Loanstar Inc Wt 2/10/12 E.2425	0.00	0.00	0.00	0.00	0.0	0.0
25,000.00	tclnwt2	Techs Loanstar Inc Wt 2/10/12 E.3366	0.00	<u>0.00</u>	0.00	<u>0.00</u>	<u>0.0</u>	<u>0.0</u>
<b>TOTAL</b>				<b>25,000.00</b>		<b>25,000.00</b>	<b>2.0</b>	<b>0.0</b>
<b>CASH AND EQUIVALENTS</b>								
	cash	Cash		916.10	916.10	0.1	0.0	
	fagovt	First American Govt Oblig Fd Retail Cl A		<u>95,603.59</u>	<u>95,603.59</u>	<u>7.7</u>	<u>0.0</u>	
<b>TOTAL</b>				<b>96,519.69</b>	<b>96,519.69</b>	<b>7.7</b>	<b>0.0</b>	
<b>TOTAL PORTFOLIO</b>								
				<b>919,516.00</b>		<b>1,246,941.10</b>	<b>100.0</b>	<b>0.4</b>
						<b>1,239,242.88</b>		

F

**ANNUAL REPORT**  
**PERKINS FOUNDATION**  
**(for the year ended December 31, 2010)**

**Statement of Purpose:**

To provide financial assistance to youth oriented and other tax exempt charitable organizations to enable them to accomplish the purposes for which they were created. Assistance is limited primarily to programs serving young people in Minnesota.

**Officers and Directors:**

Richard W. Perkins, President  
Richard C. Perkins, Senior Vice President  
Pamela L. Brown, Vice President  
Daniel S. Perkins, Secretary/Treasurer

**Board Meetings:**

The Board meets annually during the month of December. Applications for assistance should be made in writing prior to November 15 to the Foundation.

**Grant application guidelines:**

Foundation policies with respect to funding and grant application guidelines are available from the foundation office upon written request to:

Perkins Foundation  
730 East Lake Street  
Wayzata, MN 55391

The Perkins Foundation is a private foundation under Section 501©(3) of the Internal Revenue Code.

**PERKINS FOUNDATION**  
**BALANCE SHEETS**  
**December 31**

**ASSETS**

	<u>2010</u>	<u>2009</u>
Current Assets		
Cash and Equivalents	\$ 96,958	\$ 8,123
Investments in common stocks - market	<u>1,150,421</u>	<u>1,111,901</u>
	<u><u>1,247,379</u></u>	<u><u>1,120,024</u></u>

**LIABILITIES AND PRINCIPAL FUND BALANCE**

Liabilities		
Margin Loans	\$ 0	\$ 0
Principal Fund Balance	<u>1,247,379</u>	<u>1,120,024</u>
	<u><u>1,247,379</u></u>	<u><u>1,120,024</u></u>

**STATEMENT OF CHANGES IN  
PRINCIPAL FUND BALANCE**

Increases		
Investment Income	\$ 4,099	\$ 5,491
Adjustments to Market	139,829	81,534
Gain on Sale of Investments	17,094	31,217
Contributions Received	<u>0</u>	<u>1,183</u>
	<u>161,022</u>	<u>119,425</u>
Decreases		
Adjustments to Market	0	0
Gifts and Grants Paid	28,870	49,125
Operating Expenses	4,795	5,310
Interest Expense	<u>2</u>	<u>147</u>
	<u>33,667</u>	<u>54,582</u>
Net increase(decrease) in principal fund balance	127,355	64,843
Principal fund balance at beginning of year	<u>1,120,024</u>	<u>1,055,181</u>
Principal fund balance at end of year	<u><u>1,247,379</u></u>	<u><u>1,120,024</u></u>