ISRAELSONFD 07/16/2012 8 40 AM

Form **990-PF**

Department of the Treasury
Internal Revenue Service

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

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

OMB No 1545-0052

2011

For calendar year 2011 or tax year beginning 07/01/11 **, and ending** 06/30/12

Name of foundation: ISRAELSON FAMILY FOUNDATION, INC.

A Employer identification number: 52-2256896

Number and street (or P O box number if mail is not delivered to street address): 409 WASHINGTON AVENUE, SUITE 900

Room/suite:

B Telephone number (see instructions): 410-494-0100

City or town, state, and ZIP code: TOWSON MD 21204

C If exemption application is pending, check here ▶ ☐

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

D 1. Foreign organizations, check here ▶ ☐

2. Foreign organizations meeting the 85% test, check here and attach computation ▶ ☐

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

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

I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ $ 4,013,227

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

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

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

			(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1	Contributions, gifts, grants, etc , received (attach schedule)				
	2	Check ▶ ☒ if the foundation is **not** required to attach Sch B				
	3	Interest on savings and temporary cash investments	13	13		
	4	Dividends and interest from securities	83,494	83,494		
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10	55,962			
	b	Gross sales price for all assets on line 6a 540,433				
	7	Capital gain net income (from Part IV, line 2)		55,962		
	8	Net short-term capital gain			0	
	9	Income modifications				
	10a	Gross sales less returns & 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	139,469	139,469	0	
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc	3,000	3,000		
	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) STMT #1	15,950	15,950		
	17	Interest				
	18	Taxes (attach schedule) (see instructions) STMT #1	4,199	1,780		
	19	Depreciation (attach schedule) and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (att. sch) STMT #1	15	15		
	24	**Total operating and administrative expenses.** Add lines 13 through 23	23,164	20,745	0	0
	25	Contributions, gifts, grants paid	201,400			201,400
	26	**Total expenses and disbursements.** Add lines 24 and 25	224,564	20,745	0	201,400
	27	Subtract line 26 from line 12				
	a	**Excess of revenue over expenses and disbursements**	-85,095			
	b	**Net investment income** (if negative, enter -0-)		118,724		
	c	**Adjusted net income** (if negative, enter -0-)			0	

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For Paperwork Reduction Act Notice, see instructions.

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P 11

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	75,350	41,296	41,296
	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 instructions)			
	7	Other notes and loans receivable (att. schedule) ▶			
		Less allowance for doubtful accounts ▶ 0			
	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) SEE STMT #2	3,157,338	3,106,297	3,971,931
	c	Investments—corporate bonds (attach schedule)			
	11	Investments—land, buildings, and equipment. basis ▶			
		Less accumulated depreciation (attach sch) ▶			
	12	Investments—mortgage loans			
	13	Investments—other (attach schedule)			
	14	Land, buildings, and equipment: basis ▶			
		Less accumulated depreciation (attach sch) ▶			
	15	Other assets (describe ▶)			
	16	**Total assets** (to be completed by all filers—see the instructions Also, see page 1, item I)	3,232,688	3,147,593	4,013,227
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ▶)			
	23	**Total liabilities** (add lines 17 through 22)	0	0	
Net Assets or Fund Balances		**Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ▶ ☒ and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds	3,232,688	3,147,593	
	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** (see instructions)	3,232,688	3,147,593	
	31	**Total liabilities and net assets/fund balances** (see instructions)	3,232,688	3,147,593	

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	3,232,688
2	Enter amount from Part I, line 27a	2	-85,095
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	3,147,593
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	3,147,593

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				
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	540,433		484,471	55,962
b				
c				
d				
e				

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				55,962
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 55,962

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 instructions) 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 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))
2010	160,849	4,071,377	0.039507
2009	136,814	3,333,083	0.041047
2008	243,018	3,049,341	0.079695
2007	192,605	4,463,253	0.043154
2006	63,918	4,181,851	0.015285

2	Total of line 1, column (d)	2	0.218688
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	0.043738
4	Enter the net value of noncharitable-use assets for 2011 from Part X, line 5	4	3,956,363
5	Multiply line 4 by line 3	5	173,043
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	1,187
7	Add lines 5 and 6	7	174,230
8	Enter qualifying distributions from Part XII, line 4	8	201,400

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

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1 Date of ruling or determination letter **(attach copy of letter if necessary—see instructions)**				
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☒ and enter 1% of Part I, line 27b			1	1,187
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	1,187
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	1,187
6	Credits/Payments				
a	2011 estimated tax payments and 2010 overpayment credited to 2011	6a	2,000		
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	2,000
8	Enter any **penalty** for underpayment of estimated tax Check here ☐ if Form 2220 is attached			8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶			9	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶			10	813
11	Enter the amount of line 10 to be **Credited to 2012 estimated tax** ▶ 813 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?	1a		X
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)?	1b		X
	If the answer is "Yes" to **1a** or **1b**, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year **(1)** On the foundation ▶ $ ______ **(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	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either ● By language in the governing instrument, or ● By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? If "Yes," complete Part II, col (c), and Part XV	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ MD			
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation	8b	X	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2011 or the taxable year beginning in 2011 (see instructions for Part XIV)? If "Yes," complete Part XIV	9		X
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses	10		X

Part VII-A Statements Regarding Activities (continued)

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 make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If "Yes," attach statement (see instructions)	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	

Website address ▶ N/A

14 The books are in care of ▶ LOUIS F. FRIEDMAN, ESQ. Telephone no ▶ 410-494-0100

409 WASHINGTON AVENUE, SUITE 900

Located at ▶ TOWSON MD ZIP+4 ▶ 21204

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

			Yes	No
16	At any time during calendar year 2011, 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?	16		X
	See the instructions for exceptions and filing requirements for Form TD F 90-22 1 If "Yes," enter the name of the foreign country ▶			

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

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

				Yes	No
1a	During the year did the foundation (either directly or indirectly)				
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	☒ Yes ☐ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	☐ Yes ☒ No			
	(6) Agree to pay money or property to a government official? **(Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days)	☐ Yes ☒ No			
b	If any answer is "Yes" to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see instructions)?		1b		X
	Organizations relying on a current notice regarding disaster assistance check here	▶ ☐			
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2011?	N/A	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 2011, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2011?	☐ Yes ☒ No			
	If "Yes," list the years ▶ 20 , 20 , 20 , 20				
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement—see 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 ▶ 20 , 20 , 20 , 20				
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	☐ Yes ☒ No			
b	If "Yes," did it have excess business holdings in 2011 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 2011)	N/A	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2011?		4b		X

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

5a	During the year did the foundation pay or incur any amount to		
	(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No		
	(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No		
	(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No		
	(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see instructions) ☐ Yes ☒ No		
	(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No		
b	If any answer is "Yes" to 5a(1)–(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see instructions)? N/A	5b	
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐		
c	If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? N/A ☐ Yes ☐ No		
	If "Yes," attach the statement required by Regulations section 53 4945-5(d)		
6a	Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No		
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	6b	X
	If "Yes" to 6b, file Form 8870		
7a	At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No		
b	If Yes, did the foundation receive any proceeds or have any net income attributable to the transaction? N/A	7b	

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

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

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE ATTACHED STATEMENT #1	1.25	3,000	0	0

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

(a) Name and address of each employee paid more than $50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
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 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 information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1 N/A	
2	
3	
4	

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

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

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	3,915,954
b	Average of monthly cash balances			1b	100,658
c	Fair market value of all other assets (see instructions)			1c	0
d	*Total (add lines 1a, b, and c)*			1d	4,016,612
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	4,016,612
4	Cash deemed held for charitable activities Enter 1½% of line 3 (for greater amount, see instructions)			4	60,249
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4			5	3,956,363
6	**Minimum investment return.** Enter 5% of line 5			6	197,818

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	197,818
2a	Tax on investment income for 2011 from Part VI, line 5	2a	1,187		
b	Income tax for 2011 (This does not include the tax from Part VI)	2b			
c	Add lines 2a and 2b			2c	1,187
3	Distributable amount before adjustments. Subtract line 2c from line 1			3	196,631
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	196,631
6	Deduction from distributable amount (see instructions)			6	
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1			7	196,631

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	201,400
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	201,400
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see instructions)	5	1,187
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	200,213

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 2010	(c) 2010	(d) 2011
1	Distributable amount for 2011 from Part XI, line 7				196,631
2	Undistributed income, if any, as of the end of 2011				
a	Enter amount for 2010 only			192,736	
b	Total for prior years: 20_____ , 20_____ , 20_____				
3	Excess distributions carryover, if any, to 2011				
a	From 2006				
b	From 2007				
c	From 2008				
d	From 2009				
e	From 2010				
f	**Total** of lines 3a through e				
4	Qualifying distributions for 2011 from Part XII, line 4 ▶ $ 201,400				
a	Applied to 2010, but not more than line 2a			192,736	
b	Applied to undistributed income of prior years (Election required—see instructions)				
c	Treated as distributions out of corpus (Election required—see instructions)				
d	Applied to 2011 distributable amount				8,664
e	Remaining amount distributed out of corpus				
5	Excess distributions carryover applied to 2011 (If an amount appears in column (d), the same amount must be shown in column (a))				
6	**Enter the net total of each column as indicated below:**				
a	Corpus Add lines 3f, 4c, and 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 instructions				
e	Undistributed income for 2010 Subtract line 4a from line 2a Taxable amount—see instructions				
f	Undistributed income for 2011 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2012				187,967
7	Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)				
8	Excess distributions carryover from 2006 not applied on line 5 or line 7 (see instructions)				
9	**Excess distributions carryover to 2012.** Subtract lines 7 and 8 from line 6a				
10	Analysis of line 9:				
a	Excess from 2007				
b	Excess from 2008				
c	Excess from 2009				
d	Excess from 2010				
e	Excess from 2011				

Part XIV Private Operating Foundations (see 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 2011, 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)

	Tax year	Prior 3 years			
	(a) 2011	(b) 2010	(c) 2009	(d) 2008	(e) Total
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon a "Assets" alternative test—enter (1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test—enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test—enter (1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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

1 **Information Regarding Foundation Managers:**

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

N/A

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

N/A

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

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

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

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 Paid during the year SEE ATTACHED STATEMENT #3				201,400
Total			▶ 3a	201,400
b Approved for future payment SEE ATTACHED STATEMENT #4				440,000
Total			▶ 3b	440,000

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 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	13	
4 Dividends and interest from securities			14	83,494	
5 Net rental income or (loss) from real estate					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			18	55,962	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue a					
b					
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)		0		139,469	0

13 **Total.** Add line 12, columns (b), (d), and (e) 13 139,469

(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 instructions)
N/A	

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

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

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

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

2a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ☐ Yes ☒ No

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge

May the IRS discuss this return with the preparer shown below (see instructions)? ☒ Yes ☐ No

Louis F Friedman | 9/10/12 | Secretary

Signature of officer or trustee | Date | Title

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed
LOUIS F. FRIEDMAN	Louis F Friedman	9/10/12	
Firm's name ▶ FRIEDMAN & FRIEDMAN, LLP		PTIN	P00282449
Firm's address ▶ 409 WASHINGTON AVENUE, SUITE 900 TOWSON, MD 21204		Firm's EIN ▶	52-0818026
		Phone no	410-494-0100

ISRAELSON FAMILY FOUNDATION, INC.
52-2256896
FOR THE YEAR ENDED JUNE 30, 2012
2011 FORM 990-PF

SUPPORTING SCHEDULE

PAGE 1, PART I, LINE 16c - OTHER PROFESSIONAL FEES	COL (a)	COL (b)
GABELLI & COMPANY - MANAGEMENT FEES	15,950.00	15,950.00
TOTAL OTHER PROFESSIONAL FEES	15,950.00	15,950.00

PAGE 1, PART I, LINE 18 - TAXES	COL (a)	COL (b)
U.S. TREASURY - 2010 FORM 990-PF (FYE 6/30/11)	419.00	0.00
U.S. TREASURY - 2011 FORM 990-PF ESTIMATE (FYE 6/30/12)	2,000.00	0.00
FOREIGN TAXES PAID ON DIVIDENDS	1,780.08	1,780.08
TOTAL TAXES	4,199.08	1,780.08

PAGE 1, PART I, LINE 23 - OTHER EXPENSES	COL (a)	COL (b)
WIRE FEES/COURIER FEES	15.00	15.00
TOTAL OTHER EXPENSES	15.00	15.00

PAGE 6, PART VIII, LINE 1 - LIST OF OFFICERS, DIRECTORS, TRUSTEES

NAME & ADDRESS	TITLE/ AVE. HRS PER WEEK	COMPENSATION	CONTR. TO EMPLOY BENIF.	EXPENSE ACCT OTHER
STUART G. ISRAELSON 20023 N.E. 39TH PLACE AVENTURA, FL 33180	PRES./TREAS./ DIRECTOR 0.25 HOURS	0.00	0.00	0.00
WENDY I. CARROLL 5672 OAKMONT AVENUE FORT LAUDERDALE, FL 33312	VICE PRES./ DIRECTOR 0 HOURS	0.00	0.00	0.00
LOUIS F. FRIEDMAN 409 WASHINGTON AVE., #900 TOWSON, MD 21204	SECRETARY/ DIRECTOR 1 HOUR	3,000.00	0.00	0.00
THOMAS CARROLL 5672 OAKMONT AVENUE FORT LAUDERDALE, FL 33312	ASSIST. V.P./ DIRECTOR 0 HOURS	0.00	0.00	0.00
CYNTHIA ISRAELSON 20023 N.E. 39TH PLACE AVENTURA, FL 33180	ASSIST. V.P./ DIRECTOR 0 HOURS	0.00	0.00	0.00

Israelson Family Foundation, Inc., E.I.N.: 52-2256896

For the Year Ended 06/30/2012

Form 990-PF, Page 2, Part II - Corporate Stock/Mutual Funds

# of Shares	Description	Book Value	Fair Market Value
Common Stocks - Gabelli & Co.			
800	AMC Networks, Inc.	15,159.25	28,440.00
400	American Express Company	19,072.00	23,284.00
2,000	Archer-Daniels Midland Co.	61,836.30	59,040.00
1,000	Ariba, Inc.	44,643.10	44,760.00
252	Ascent Capital Group	6,289.49	13,041.00
600	AutoNation, Inc	10,734.00	21,168.00
1,000	Bank of New York Mellon Corporation	28,833.30	21,950 00
500	Beam, Inc	9,625.44	31,245 00
500	Berkley W.R Corporation	18,911 40	19,460 00
600	Boeing Company	42,105 33	44,580.00
4,000	Cablevision Systems NY Group, Cl. A	50,057 01	53,160 00
450	CBS Corporation, Cl. A	12,737 26	14,980.50
1,000	CBS Corporation, Cl. B	19,491 16	32,780.00
500	CH Energy Group, Inc.	24,210 00	32,845.00
9,000	Cincinnati Bell, Inc.	36,280.80	33,480.00
500	Circor Intl, Inc	13,640 00	17,045.00
700	Cooper Industries PLC, Cl A	22,386.00	47,726.00
1,000	Crane Company	31,500.00	36,380.00
3,000	Danone ADR	31,972.50	37,140.00
1,800	Deere & Co.	63,459 00	145,566.00
1,200	Diebold Incorporated	42,861.20	44,292.00
3,200	DirecTV, Class A	57,497.73	156,224.00
300	Discovery Communications, Inc	3,638.43	15,027.00
300	Discovery Communications, Inc , Cl A	4,052.25	16,200.00
700	Dish Network Corporation, Cl A	8,923.50	19,985.00
1,200	Dr. Pepper Snapple Group, Inc.	22,370.70	52,500.00
1,000	Exelis, Inc	11,854.72	9,860.00
1,000	Federal Mogul Corporation	14,465.30	11,000.00
2,400	FirstEnergy Corp.	96,575.71	118,056.00
1,000	Flowserve Corporation	33,020.00	114,750.00
500	Fortune Brands Home & Security, Inc.	2,676 51	11,135.00
1,000	Furmanite Corporation	2,966 10	4,860.00
2,000	Gaylord Entertainment, Cl. A	96,160 00	77,120.00
2,000	Gencorp, Inc.	39,700.00	13,020.00
2,000	General Mills, Inc	48,251.90	77,080.00
1,200	Genuine Parts Company	51,888 36	72,300.00
1,000	Goodrich Corporation	121,029.70	126,900.00
1,000	Graftech International Ltd	5,947.40	9,650 00
1,300	Greif, Inc., Cl A	41,736.50	53,300.00
1,500	Griffon Corporation	14,134.50	12,870 00
1,000	Grupo Televisa SA DE CV Global Deposit Rcpt	24,631.30	21,480.00
500	Heinz H J. Company	19,094.20	27,190.00
1,200	Home Depot, Inc.	35,962.20	63,588.00
1,125	IDEX Corporation	31,875 00	43,852.50
300	Intermec, Inc.	2,973 27	1,860.00
2,500	Internap Network Sevices	17,969 25	16,275.00
300	International Flavor & Fragrances	14,468 76	16,440.00
500	ITT Corporation	9,768.42	8,800.00

Israelson Family Foundation, Inc., E.I.N.: 52-2256896

For the Year Ended 06/30/2012

Form 990-PF, Page 2, Part II - Corporate Stock/Mutual Funds

# of Shares	Description	Book Value	Fair Market Value
1,000	Janus Capital Group, Inc.	11,620.00	7,820.00
2,400	Johnson Controls, Inc.	46,592.00	66,504.00
1,000	Kaman Corporation, Cl. A	14,082 30	30,940.00
500	Kellogg Company	24,365.40	24,665.00
1,400	Kraft Foods, Inc , Cl A	42,166.90	54,068.00
1,000	Legg Mason, Inc.	24,557.80	26,370.00
400	Liberty Global, Inc., Ser. A	9,724 00	19,852.00
400	Liberty Global, Inc , Ser. C	9,724.00	19,100.00
2,600	Liberty Interactive Corporation, Cl A	51,003 60	46,215.00
520	Liberty Media Corporation Liberty Capital, Series A	6,248.88	45,713.20
1,193	Madison Square Garden Inc., Cl. A	16,933.35	44,665 92
1,000	Marine Products Corporation	7,044.70	6,080.00
3,000	Media General, Inc., Cl. A	73,855.00	13,830.00
300	Millicom Intl Cellular S A.	24,101.63	28,176.00
3,000	Modine Manufacturing Co.	32,769 20	20,790 00
1,000	Moog, Inc.	32,300 00	41,350.00
1,500	National Fuel Gas Company	68,150.88	70,470.00
2,000	Navistar International Corporation	56,527.90	56,740.00
1,000	NCR Corporation	12,630 00	22,730.00
1,300	Newmont Mining Corporation	74,185 22	63,063.00
2	News Corporation, Inc , Cl. A	33 32	44 58
1,500	Northeast Utilities	32,145 00	58,215 00
800	Northern Trust Company	41,106 49	36,816 00
1,000	O'Reilly Automotive, Inc	38,044.70	83,770.00
2,000	Omnova Solutions, Inc.	11,440 00	15,080 00
500	Precision Castparts Corporation	22,563 75	82,245.00
3,000	Rollins, Inc	28,373 33	67,110.00
6,000	Rolls Royce Holdings PLC	45,143 70	79,920.00
3,500	Sara Lee Corporation	62,096.95	64,750 00
1,200	Scripps Networks Interactive	56,653 97	68,232.00
1,000	Sensient Technologies	19,100 00	36,730 00
500	Smart Balance, Inc.	3,625.80	4,695 00
4,500	Sprint Nextel Corporation	17,405.70	14,670 00
500	State Street Corporation	22,981.70	22,320.00
2,000	Swedish Match Sek Par Ord	42,735.60	80,754 40
2,087	Telephone & Data Systems, Inc.	78,450 00	44,432 23
1,200	Texas Instruments, Inc.	29,719.08	34,428 00
1,000	The Pep Boys - Manny, Moe & Jack	9,128 80	9,900 00
500	Time Warner, Inc	17,658 44	19,250.00
1,123	Tootsie Roll Ind , Inc	23,900 75	26,794 78
200	Tredegar Corporation	2,899.24	2,912.00
1,900	United States Cellular Corporation	97,489.00	73,378.00
2,044	Verizon Communications	64,039.99	90,835.36
800	Viacom, Inc., Cl. A	21,571.44	40,784.00
600	Viacom, Inc., Cl. B	15,473.19	28,212.00
1,653	Vivendi SA	50,857.85	30,485.45
600	Waste Management, Inc.	22,434.06	20,040.00
1,500	Watts Water Technologies	53,550.00	50,010.00
1,000	Wells Fargo Company	31,336 70	33,440.00

Israelson Family Foundation, Inc.,   E.I.N.: 52-2256896

For the Year Ended 06/30/2012

Form 990-PF, Page 2, Part II - Corporate Stock/Mutual Funds

# of Shares	Description	Book Value	Fair Market Value
1,000	Westar Energy, Inc.	24,200.00	29,950.00
1,000	Xylem, Inc.	29,386 86	25,170.00
1,000	Zep, Inc.	12,732.38	13,730.00
		3,106,296.80	3,971,930.92

ISRAELSON FAMILY FOUNDATION, INC.
52-2256896
FOR THE YEAR ENDED JUNE 30, 2012
2011 FORM 990-PF

SUPPORTING SCHEDULE

PAGE 11, PART XV, LINE 3a - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR

#	NAME & ADDRESS	RELATIONSHIP	STATUS	PURPOSE	AMOUNT
1	TEMPLE SINAI OF NORTH DADE 18801 NE 22ND AVENUE NORTH MIAMI BEACH, FL 33180	NONE	501(c)(3)	OPERATIONS (UNRESTRICTED)	1,800.00
2	PRINCETON UNIVERSITY 330 ALEXANDER STREET PRINCETON, NJ 08540	NONE	501(c)(3)	BRIDGE YEAR PROGRAM	28,600.00
3	PRINCETON UNIVERSITY ANNUAL GIVING P.O. BOX 5357 PRINCETON, NJ 08543	NONE	501(c)(3)	OPERATIONS (UNRESTRICTED)	40,000.00
4	AMERICAN FRIENDS OF MAGEN DAVID ADOM 352 SEVENTH AVENUE, SUITE 400 NEW YORK, NY 10001	NONE	501(c)(3)	OPERATIONS (UNRESTRICTED)	1,000.00
5	TEMPLE SINAI OF NORTH DADE 18801 NE 22ND AVENUE NORTH MIAMI BEACH, FL 33180	NONE	501(c)(3)	MUSIC FESTIVAL	10,000.00
6	JOE DIMAGGIO CHILDREN'S HOSPITAL FOUNDATION 3711 GARFIELD STREET HOLLYWOOD, FL 33021	NONE	501(c)(3)	ADULT EMERGENCY DEPT. WAITING ROOM	40,000.00
7	LIFEBRIDGE HEALTH SINAI HOSPITAL OF BALTIMORE 2401 WEST BELVEDERE AVENUE BALTIMORE, MD 21215	NONE	501(c)(3)	LEVINDALE CAPITAL CAMPAIGN GIFT SHOP	40,000.00
8	FUND FOR JOHNS HOPKINS MEDICINE DEPARTMENT OF MEDICINE 100 N. CHARLES STREET, SUITE 442 BALTIMORE, MD 21201	NONE	501(c)(3)	INTERNAL MEDICINE WAITING ROOM	40,000.00
	TOTAL				201,400.00

ISRAELSON FAMILY FOUNDATION, INC.
52-2256896
FOR THE YEAR ENDED JUNE 30, 2012
2011 FORM 990-PF

SUPPORTING SCHEDULE

PAGE 11, PART XV, LINE 3b - GRANTS AND CONTRIBUTIONS APPROVED FOR FUTURE PAYMENT

#	NAME & ADDRESS	RELATIONSHIP	STATUS	PURPOSE	AMOUNT
1	JOE DIMAGGIO CHILDREN'S HOSPITAL FOUNDATION 3711 GARFIELD STREET HOLLYWOOD, FL 33021	NONE	501(c)(3)	ADULT EMERGENCY DEPT. WAITING ROOM	180,000 00
2	LIFEBRIDGE HEALTH SINAI HOSPITAL OF BALTIMORE 2401 WEST BELVEDERE AVENUE BALTIMORE, MD 21215	NONE	501(c)(3)	LEVINDALE CAPITAL CAMPAIGN GIFT SHOP	80,000.00
3	FUND FOR JOHNS HOPKINS MEDICINE DEPARTMENT OF MEDICINE 100 N. CHARLES STREET, SUITE 442 BALTIMORE, MD 21201	NONE	501(c)(3)	INTERNAL MEDICINE WAITING ROOM	180,000.00
	TOTAL				440,000.00