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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

2012**Open to Public Inspection**

For calendar year 2012 or tax year beginning

, and ending

Name of foundation KINNEY-LINDSTROM FOUNDATION INC		A Employer identification number 42-6037351
Number and street (or P O box number if mail is not delivered to street address) P O BOX 520	Room/suite	B Telephone number (see instructions) 507-269-5703
City or town, state, and ZIP code MASON CITY IA 50401		C If exemption application is pending, check here <input type="checkbox"/>
G Check all that apply. <input type="checkbox"/> Initial return <input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Address change <input type="checkbox"/> Name change		D 1. Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
H Check type of organization. <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation		E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col (c), line 16) \$ 7,350,430	J Accounting method. <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> 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 <input type="checkbox"/>		

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 <input type="checkbox"/> if the foundation is not required to attach Sch. B				
3 Interest on savings and temporary cash investments				
4 Dividends and interest from securities	25,153	25,153		
5 a Gross rents	565,483	565,483		
b Net rental income or (loss)	565,483			
6 a 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				
10 a Gross sales less returns and allowances				
b Less Cost of goods sold				
c Gross profit or (loss) (attach schedule)				
11 Other income (attach schedule)	197,252	197,252		
12 Total. Add lines 1 through 11	787,888	787,888	0	
Operating and Administrative Expenses				
13 Compensation of officers, directors, trustees, etc.	44,000	40,000		4,000
14 Other employee salaries and wages				
15 Pension plans, employee benefits				
16 a Legal fees (attach schedule)	2,800	2,800		
b Accounting fees (attach schedule)	2,700	2,700		
c Other professional fees (attach schedule)				
17 Interest				
18 Taxes (attach schedule) (see instructions)	97,318	92,919		
19 Depreciation (attach schedule) and depletion	41,276	41,276		
20 Occupancy				
21 Travel, conferences, and meetings				
22 Printing and publications				
23 Other expenses (attach schedule)	91,634	89,093		2,541
24 Total operating and administrative expenses. Add lines 13 through 23	279,728	268,788	0	6,541
25 Contributions, gifts, grants paid	504,193			504,193
26 Total expenses and disbursements. Add lines 24 and 25	783,921	268,788	0	510,734
27 Subtract line 26 from line 12:				
a Excess of revenue over expenses and disbursements	3,967			
b Net investment income (if negative, enter -0-)		519,100		
c Adjusted net income (if negative, enter -0-)			0	

For Paperwork Reduction Act Notice, see instructions.

Form **990-PF** (2012)

HTA

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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	154,276	231,171	231,171
	2	Savings and temporary cash investments	1,127,656	746,215	746,215
	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 (attach schedule) ▶			
		Less allowance for doubtful accounts ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10 a	Investments—U S and state government obligations (attach schedule)			
	b	Investments—corporate stock (attach schedule)	321,010	373,044	373,044
	c	Investments—corporate bonds (attach schedule)			
	11	Investments—land, buildings, and equipment basis ▶			
		Less accumulated depreciation (attach schedule) ▶			
Liabilities	12	Investments—mortgage loans			
	13	Investments—other (attach schedule)			
	14	Land, buildings, and equipment basis ▶ 2,788,472			
		Less accumulated depreciation (attach schedule) ▶ 1,101,002	2,788,472	2,820,822	6,000,000
	15	Other assets (describe ▶)			
	16	Total assets (to be completed by all filers—see the instructions. Also, see page 1, item I)	4,391,414	4,171,252	7,350,430
	17	Accounts payable and accrued expenses			
	18	Grants payable			
Net Assets or Fund Balances	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	
		Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. ▶ <input type="checkbox"/>			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. ▶ <input checked="" type="checkbox"/>			
	27	Capital stock, trust principal, or current funds	2,597,981	2,597,981	
	28	Paid-in or capital surplus, or land, bldg, and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds	1,793,433	1,573,271	
	30	Total net assets or fund balances (see instructions)	4,391,414	4,171,252	
	31	Total liabilities and net assets/fund balances (see instructions)	4,391,414	4,171,252	

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	4,391,414
2	Enter amount from Part I, line 27a	2	3,967
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	4,395,381
5	Decreases not included in line 2 (itemize) ▶ Capital gains & depr adjustment	5	224,129
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	4,171,252

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				
b				
c				
d				
e				
(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)	
a				
b				
c				
d				
e				
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(i) 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	0	
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	0	

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.

(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))
2011	472,408	6,704,244	0.070464
2010	346,182	6,482,456	0.053403
2009	402,174	6,349,374	0.063341
2008	450,962	6,739,599	0.066912
2007	415,434	6,069,236	0.068449
2 Total of line 1, column (d)		2	0.322569
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	0.064514
4 Enter the net value of noncharitable-use assets for 2012 from Part X, line 5		4	7,209,664
5 Multiply line 4 by line 3		5	465,124
6 Enter 1% of net investment income (1% of Part I, line 27b)		6	5,191
7 Add lines 5 and 6		7	470,315
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.		8	510,734

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

1 a 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	5,191
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	5,191
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)		4	
5 Tax based on investment income. Subtract line 4 from line 3 If zero or less, enter -0-		5	5,191
6 Credits/Payments			
a 2012 estimated tax payments and 2011 overpayment credited to 2012	6a	5,270	
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	5,270	
8 Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8	79	
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	0	
11 Enter the amount of line 10 to be: Credited to 2013 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>	11	0	

Part VII-A Statements Regarding Activities

	Yes	No
1 a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a	
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for the 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	1b	X
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 <input type="checkbox"/> \$ _____ (2) On foundation managers <input type="checkbox"/> \$ _____		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers <input type="checkbox"/> \$ _____		
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
4 a Did the foundation have unrelated business gross income of \$1,000 or more during the year?	4a	X
b If "Yes," has it filed a tax return on Form 990-T for this year?	4b	N/A
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T.	5	X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X
7 Did the foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col (c), and Part XV	7	X
8 a Enter the states to which the foundation reports or with which it is registered (see instructions) <input type="checkbox"/> IA		
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation	8b	
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 2012 or the taxable year beginning in 2012 (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? Website address none	13	X	
14	The books are in care of Kent Hall, Kinney Lindstrom Foundation Telephone no. 507-2697503 Located at 203 Main Street Hanlontown IA ZIP+4 50444-0018			
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 2012, 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 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
				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 instructions)? Organizations relying on a current notice regarding disaster assistance check here <input type="checkbox"/>	1b	
c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2012?	1c	X
2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)).		
a At the end of tax year 2012, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2012? <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 instructions)	2b	X
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 2012 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 2012)	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 2012?	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)? ☐ Yes ☒ No
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 ☒ No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ Yes ☒ No
If "Yes" to 6b, file Form 8870

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

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

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
Pat Hall 17 N 12th Street Clear Lake, IA 50438	Trustee 5 00	6,000		
Kent Hall P O Box 607 Clear Lake, IA 50438	Found Manager 35 00	32,000		3,000
John Greve 206 N 10th Street Northwood, IA 50459	Sec Treas 8 00	6,000		

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 ☐

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 na	
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 NA	
2	
All other program-related investments. See instructions	
3	
Total. Add lines 1 through 3	0

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes		
a	Average monthly fair market value of securities	1a	
b	Average of monthly cash balances	1b	1,319,456
c	Fair market value of all other assets (see instructions)	1c	6,000,000
d	Total (add lines 1a, b, and c)	1d	7,319,456
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	
3	Subtract line 2 from line 1d	3	7,319,456
4	Cash deemed held for charitable activities Enter 1 1/2 % of line 3 (for greater amount, see instructions)	4	109,792
5	Net value of noncharitable-use assets. Subtract line 4 from line 3 Enter here and on Part V, line 4	5	7,209,664
6	Minimum investment return. Enter 5% of line 5	6	360,483

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	360,483
2a	Tax on investment income for 2012 from Part VI, line 5	2a	5,191
b	Income tax for 2012 (This does not include the tax from Part VI)	2b	
c	Add lines 2a and 2b	2c	5,191
3	Distributable amount before adjustments Subtract line 2c from line 1	3	355,292
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	355,292
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	355,292

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	510,734
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	510,734
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	5,191
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	505,543

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 2011	(c) 2011	(d) 2012
1 Distributable amount for 2012 from Part XI, line 7				355,292
2 Undistributed income, if any, as of the end of 2012				
a Enter amount for 2011 only			0	
b Total for prior years 20____, 20____, 20____				
3 Excess distributions carryover, if any, to 2012				
a From 2007	122,593			
b From 2008				
c From 2009	91,967			
d From 2010	31,862			
e From 2011	145,818			
f Total of lines 3a through e	392,240			
4 Qualifying distributions for 2012 from Part XII, line 4 ▶ \$ 510,734				
a Applied to 2011, but not more than line 2a				
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 2012 distributable amount				355,292
e Remaining amount distributed out of corpus	155,442			
5 Excess distributions carryover applied to 2012 (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	547,682			
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				
d Subtract line 6c from line 6b Taxable amount—see instructions				
e Undistributed income for 2011 Subtract line 4a from line 2a Taxable amount—see instructions			0	
f Undistributed income for 2012 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2013				0
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 2007 not applied on line 5 or line 7 (see instructions)	122,593			
9 Excess distributions carryover to 2013. Subtract lines 7 and 8 from line 6a	425,089			
10 Analysis of line 9				
a Excess from 2008				
b Excess from 2009	91,967			
c Excess from 2010	31,862			
d Excess from 2011	145,818			
e Excess from 2012	155,442			

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

N/A

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2012, 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)

2 a 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) 2012	(b) 2011	(c) 2010	(d) 2009	
				0
b 85% of line 2a				0
c Qualifying distributions from Part XII, line 4 for each year listed				0
d Amounts included in line 2c not used directly for active conduct of exempt activities				0
e Qualifying distributions made directly for active conduct of exempt activities				
Subtract line 2d from line 2c				0
3 Complete 3a, b, or c for the alternative test relied upon				
a "Assets" alternative test—enter				
(1) Value of all assets				0
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)				0
b "Endowment" alternative test—enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed				0
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)				0
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)				0
(3) Largest amount of support from an exempt organization				0
(4) Gross investment income				0

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))

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.

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 or e-mail of the person to whom applications should be addressed:

Kinney-Lindstrom Foundation Inc. P O Box 520 Mason City, IA 50401 641-269-5703

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

letter format outlining details of requested grant with copy of 501(c)(3) determination

c Any submission deadlines

none

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

local North Iowa area

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 schedule attached various various, IA 50401	none	exempt	see schedule attached	504,193
Total			▶ 3a	504,193
b Approved for future payment				
Total			▶ 3b	0

Part I, Line 11 (990-PF) - Other Income

		197,252	197,252	0
Description		Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income
1	Oil Royalties	169,077	169,077	
2	Texas timber sales	25,277	25,277	
3	Misc Income	227	227	
4	Patronage Dividends	2,671	2,671	

Part I, Line 16a (990-PF) - Legal Fees

		2,800	2,800	0
Description		Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income
1	Greve Law offices	2,800	2,800	

Part I, Line 16a (990-PF) - Legal Fees

0	
	Disbursements for Charitable Purposes (Cash Basis Only)
1	

Part I, Line 16b (990-PF) - Accounting Fees

		2,700	2,700	0
Description		Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income
1	Business Computer Services	2,700	2,700	

Part I, Line 16b (990-PF) - Accounting Fees

0	
	Disbursements for Charitable Purposes (Cash Basis Only)
1	

Part I, Line 18 (990-PF) - Taxes

		97,318	92,919	0
Description		Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income
1	Canadian & Ark taxes	774	774	
2	FICA & medicre taxes	1,989	1,989	
3	990-PF tax	4,399		
4	Foreign Dividend Tax			
5	Farm land Real esate Tax	90,156	90,156	

Part I, Line 18 (990-PF) - Taxes

0

	Disbursements for Charitable Purposes
1	
2	
3	
4	
5	

Part I, Line 19 (990-PF) - Depreciation and Depletion

		Description	Date Acquired	Method of Computation	Asset Life	Cost or Other Basis	Beginning Accumulated Depreciation	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	0
1	schedule attached										
					10	1,373,174	1,059,726	41,276	41,276		0

Part I, Line 23 (990-PF) - Other Expenses

		91,634	89,093	0
Description		Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income
1	Texas Oil & Timber expenses	10,102	10,102	
2	Rental Expenses- taxes & insurane			
3	Utilities	1,102	902	
4	Insuance	4,554	4,354	
5	Telephone	307	307	
6	Office Expense	4,282	2,141	
7	Bank charges	20	20	
8	Reimbursed truck expense	3,000	3,000	
9	Dues & Subscriptions	25	25	
10	Farm Rental Operational Expense	67,883	67,883	
11	Miscel expense	359	359	

Part I, Line 23 (990-PF) - Other Expenses

2,541

	Disbursements for Charitable Purposes
1	
2	
3	200
4	200
5	
6	2,141
7	
8	
9	
10	
11	

Part II, Line 10b (990-PF) - Investments - Corporate Stock

		Num Shares/ Face Value	Book Value Beg of Year	Book Value End of Year	FMV Beg of Year	FMV End of Year
1	Vanguard GFund		321,010	373,044	321,010	373,044

Part II, Line 14 (990-PF) - Land, Buildings, and Equipment

		2,788,472	1,059,726	1,101,002	2,788,472	2,820,822	6,000,000
		Cost or Other Basis	Accumulated Depreciation Beg of Year	Accumulated Depreciation End of Year	Book Value Beg of Year	Book Value End of Year	FMV End of Year
1	Land, Bldgs Equipment	2,788,472	1,059,726	1,101,002	2,788,472	2,820,822	6,000,000

Part VIII, Line 1 (990-PF) - Compensation of Officers, Directors, Trustees and Foundation Managers

		Check "X" if Business	Street	City	State	Zip Code	Foreign Country	Title	Avg Hrs Per Week	Compensation	Benefits	Expense Account
			17 N 12th Street	Clear Lake	IA	50438		Trustee	5.00	6,000		
1	Pat Hall											
2	Kent Hall		P O Box 607	Clear Lake	IA	50438		Found Manager	35.00	32,000		3,000
3	John Greve		206 N 10th Street	Northwood	IA	50459		Sec Treas	8.00	6,000		

12/31/12

2012 FEDERAL SUMMARY DEPRECIATION SCHEDULE

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CLIENT F6037351

KINNEY-LINDSTROM FOUNDATIONS INC

426-03-7351

5/04/13

03 44PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR.	METHOD	LIFE	CURRENT DEPR.
38	2002 ADDITIONS- EQUIPMENT	1/01/02		2,066			2,066	S/L	7	0
39	2002 ADDITIONS- BLDGS	1/01/02		6,420			4,280	S/L	15	428
40	GRAIN BIN - NEVADA	8/09/05		32,340			20,752	S/L	10	3,234
41	BUILDING RENOVATIONS	1/01/10		256,088			51,218	S/L	10	25,609
42	BUILDING RENOVATIONS	7/01/11		35,935			1,797	S/L	10	3,594
43	CAPITAL EXPENDITURES	7/01/12		32,350				S/L	15	1,078
	TOTAL			1,373,174		0	1,059,726			41,276
	TOTAL DEPRECIATION			1,373,174		0	1,059,726			41,276
	GRAND TOTAL DEPRECIATION			1,373,174		0	1,059,726			41,276

12/31/12

2012 FEDERAL SUMMARY DEPRECIATION SCHEDULE

PAGE 1

CLIENT F6037351

KINNEY-LINDSTROM FOUNDATIONS INC

426-03-7351

5/04/13

03 44PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179/ SDA	PRIOR 179/ SDA/ DEPR.	METHOD	LIFE	CURRENT DEPR.
SCHEDULE C - KINNEY-LINDSTROM FOUNDATIONS INC										
1	BUILDINGS	1/01/81		32,269			32,269	S/L	15	0
2	BUILDINGS	1/01/82		263,730			263,730	S/L	15	0
3	BUILDINGS	1/01/83		101,937			101,937	S/L	15	0
4	BUILDINGS	1/01/84		138,774			138,774	S/L	15	0
5	BUILDINGS	1/01/85		75,984			75,984	S/L	15	0
6	BUILDINGS	1/01/86		26,384			26,384	S/L	15	0
7	BLDG ADDN	1/01/87		24,761			24,761	S/L	15	0
8	BLDG REPR	1/01/88		25,988			25,988	S/L	15	0
9	BLDGS	1/01/89		8,008			8,008	S/L	15	0
10	BLDG REPAIR	1/01/90		10,613			10,613	S/L	15	0
11	BLDG ADDN	1/01/91		22,032			22,032	S/L	20	0
12	BLDG REPAIR	1/01/92		972			972	S/L	20	0
13	GRAIN BINS	1/01/92		4,653			4,653	S/L	15	0
14	TILE	1/01/92		10,450			10,450	S/L	15	0
15	IMPROVEMENTS	1/01/93		19,127			19,127	S/L	15	0
16	FARM IMPROVEMENTS	1/01/94		10,459			10,459	S/L	15	0
17	TIMBER REFORESTATION	2/01/94		15,961			15,961	S/L	7	0
18	CASE TRACOTR	6/14/94		8,500			8,500	S/L	7	0
19	CASE TRACTOR	6/14/94		8,550			8,550	S/L	7	0
20	DOZER	6/14/94		13,550			13,550	S/L	7	0
21	FARM IMPROVEMENTS	1/01/95		14,828			14,828	S/L	15	0
22	TIMBER REFORESTATION	1/01/95		13,715			13,715	S/L	15	0
23	WATER SYSTEM	7/08/96		690			690	S/L	10	0
24	GRAIN BIN	10/01/96		9,494			9,494	S/L	10	0
25	1997 ADDITIONALS	1/01/97		11,190			11,190	S/L	7	0
26	EQUIPMENT	5/07/97		1,321			1,321	S/L	7	0
27	GRAIN VAC	2/13/98		8,500			8,500	S/L	7	0
28	COPY MACHINE	5/05/98		1,362			1,362	S/L	7	0
29	1998 IMPROVEMENTS	10/01/98		13,176			11,634	S/L	15	878
30	BIN MOTORS	11/12/98		1,632			1,632	S/L	7	0
31	WATER PUMP	12/09/98		855			855	S/L	7	0
32	1999 ADDITIONS	1/01/99		3,207			2,782	S/L	15	214
33	2000 ADDITIONS - BUILDIN	1/01/00		14,045			11,232	S/L	15	936
34	2000 ADDITIONS - EQUIP	1/01/00		3,612			3,612	S/L	7	0
35	BUILDING REPAIRS & EQUIP	5/31/01		8,085			8,085	S/L	7	0
36	GRAIN LEG - DRYER JOHNSON	6/11/01		74,618			52,652	S/L	15	4,975
37	DRAIN TILE - 2001	12/01/01		4,943			3,327	S/L	15	330

KINNEY-LINDSTROM FOUNDATION, INC. #42-6037351
Mason City, Iowa 50402
Grant Report as of December 31, 2012

Grants Paid Jan. 1, 2012 thru Dec. 31, 2012

01/18/12	NIACC - fire training facility	\$	12,098
01/18/12	Drive-In Theater Museum - River Riders video	\$	1,750
02/10/12	Krysilis - Fire control work	\$	8,200
02/24/12	Elmwood St. Joseph Cemetary - security cameras	\$	2,000
03/26/12	Luther College - greening internship	\$	8,000
03/26/12	Thompson Ambulance Service - equipment	\$	5,000
04/09/12	Bolan Schoolhouse - buldg repairs	\$	2,500
04/09/12	Caring Pregnancy Center - TV and equip.	\$	1,595
04/09/12	Cerro Gordo Co. Free Clinic - optg	\$	3,000
04/09/12	Children's Cancer Connections - camperships	\$	5,000
04/09/12	Clear Lake Sr. Center - bldg improvements	\$	5,245
04/09/12	Friend's of Cannonball 457 - repairs	\$	2,500
04/09/12	Iowa College Foundation - Library Challenge	\$	50,000
04/09/12	Iowa College Foundation - Scholarship fund	\$	25,000
04/09/12	Iowa Public Radio - programing	\$	2,000
04/09/12	Kinney Pioneer Museum - opgt & roof	\$	28,000
04/09/12	Lake Mills Entertainment - bldg repairs	\$	7,000
04/09/12	VFW Saratoga Post 4868 - auto doors	\$	4,405
04/09/12	Winnebago Historical Soc. - Heritage Park	\$	6,000
05/04/12	Boy Scouts of Am - Charles City National Jamboree	\$	1,000
06/08/12	Camp hertko Hollow - diabetes camperships	\$	3,500
06/08/12	Central Heights Neighborhood Assoc. - park improv.	\$	1,500
06/08/12	Girl Scouts Council of IA - camperships	\$	4,500
06/08/12	Lake Mills Area Historical Society - brick walkway	\$	2,500
06/08/12	River City Soc For Historcal Presev - driveway	\$	2,500
06/08/12	Thompson Library - remodeling project	\$	5,000
07/09/12	Lincoln Intermediate School PTO - computers	\$	5,000
07/09/12	KCMR - Studio upgrade	\$	10,000
07/16/12	Mason City Swim Club - timing clock	\$	2,500
09/17/12	Stebens Theater - parking lot repairs	\$	2,500
10/12/12	City of Britt - Main street Murals	\$	2,500
10/12/12	Hospice of N IA - mattresses	\$	7,800
10/12/12	Luther College - internship	\$	8,000
10/12/12	NIVC - furnaces	\$	10,000
10/12/12	United Way of N IA - annual fund	\$	40,000
10/29/12	Fossile & Praire Cons. Foundation - scout camp	\$	25,000
10/31/12	Northwood Kensett Booster Club - track complex	\$	5,000
10/31/12	City of Northwood - cemetery repairs	\$	10,000
11/01/12	City of Nevada & Nevada Schools - Greenbelt trail 2yrs	\$	12,500
12/10/12	Clear Lake Beautification - 2012	\$	5,000
12/18/12	Christmas Cheer Fund - annual fund	\$	15,000

KINNEY-LINDSTROM FOUNDATION, INC.

ID 42-6037351

Mason City, Iowa 50402

Grant Report as of December 31, 2012

Grants Paid Jan. 1, 2012 thru Dec. 31, 2012 (continued)

12/18/12 Gentry, AK 7th Day Adventiest Church - ingathering	\$ 500
12/18/12 Mason City 7th Day Adventiest Church - ingathering	\$ 500
12/18/12 Waukon 7th Day Adventiest Church - ingathering	\$ 1,000
12/24/12 Ames Public Library - renovations	\$ 15,000
12/24/12 Forest City Entertainment, Inc. - Theater purchase	\$ 10,000
12/24/12 Francis Lauer Youth Services - computer software	\$ 15,000
12/24/12 IOOF Home & Comm Therapy Center - windows	\$ 8,600
12/24/12 North IA Comm Action - technology update	\$ 16,000
12/24/12 North IA CERT - rain suits	\$ 2,500
12/24/12 Opportunity Village - annual funding	\$ 41,000
12/24/12 Pilot Knob - tower repair	\$ 16,500
12/24/12 Winnebago Co. Conserv. Board - target backstops	\$ 2,000
12/24/12 Youth for Christ - regional expansion	\$ 15,000

Total Grants 2012

\$ 504,193