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Return of Private Foundation

OMB No 1545-0052

Department of the Treasury
Internal Revenue Service

or Section 4947(a)(1) Trust Treated as Private Foundation

Do not enter Social Security numbers on this form as it may be made public.

Information about Form 990-PF and its separate instructions is at www.irs.gov/form990pf.

2013

Open to Public Inspection

For calendar year 2013 or tax year beginning

, and ending

Name of foundation Morsman Family Foundation		A Employer identification number 41-2008689
Number and street (or P O box number if mail is not delivered to street address) 4011 E Valley Road	Room/suite	B Telephone number (952) 476-4919
City or town, state or province, country, and ZIP or foreign postal code Deephaven, MN 55391		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"/>
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		D 2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) \$ 522,008. (Part I, column (d) must be on cash basis.)		E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
J Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify)		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).)		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1 Contributions, gifts, grants, etc., received				N/A	
2 Check <input checked="" 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		11,651.	11,651.		Statement 1
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		5,970.			
b Gross sales price for all assets on line 6a 31,838.					
7 Capital gain net income (from Part IV, line 2)			5,970.		
8 Net short-term capital gain					
9 Income modifications					
10a Gross sales less returns and allowances					
b Less Cost of goods sold					
c Gross profit or (loss)					
11 Other income					
12 Total. Add lines 1 through 11		17,621.	17,621.		
13 Compensation of officers, directors, trustees, etc		0.	0.		0.
14 Other employee salaries and wages					
15 Pension plans, employee benefits					
16a Legal fees					
b Accounting fees Stmt 2		1,100.	0.		1,100.
c Other professional fees Stmt 3		4,813.	4,813.		0.
17 Interest					
18 Taxes Stmt 4		257.	53.		0.
19 Depreciation and depletion					
20 Occupancy					
21 Travel, conferences, and meetings					
22 Printing and publications					
23 Other expenses Stmt 5		90.	0.		90.
24 Total operating and administrative expenses. Add lines 13 through 23		6,260.	4,866.		1,190.
25 Contributions, gifts, grants paid		19,600.			19,600.
26 Total expenses and disbursements. Add lines 24 and 25		25,860.	4,866.		20,790.
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements		<8,239.>			
b Net investment income (if negative, enter -0-)			12,755.		
c Adjusted net income (if negative, enter -0-)				N/A	

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Part II Balance Sheets

Attached schedules and amounts in the description column should be for end-of-year amounts only

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	4,831.	2,146.	2,146.
	3 Accounts receivable ▶ Less: allowance for doubtful accounts ▶			
	4 Pledges receivable ▶ Less: allowance for doubtful accounts ▶			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons			
	7 Other notes and loans receivable ▶ Less: allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments - U.S. and state government obligations			
	b Investments - corporate stock Stmt 6	329,496.	333,864.	519,862.
	c Investments - corporate bonds	9,922.		
	11 Investments - land, buildings, and equipment basis ▶ Less accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other			
	14 Land, buildings, and equipment basis ▶ Less accumulated depreciation ▶			
15 Other assets (describe ▶)				
16 Total assets (to be completed by all filers - see the instructions. Also, see page 1, item 1)	344,249.	336,010.	522,008.	
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			
	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 <input type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	344,249.	336,010.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	0.	0.	
30 Total net assets or fund balances	344,249.	336,010.		
31 Total liabilities and net assets/fund balances	344,249.	336,010.		

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	344,249.
2 Enter amount from Part I, line 27a	2	<8,239.>
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	336,010.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	336,010.

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	P		
b Capital Gains Dividends			
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 31,714.		25,868.	5,846.
b 124.			124.
c			
d			
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(i) 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	
a			5,846.
b			124.
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	5,970.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8	{ }	3	N/A

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income.)

If section 4940(d)(2) applies, leave this part blank.

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period?

☐ Yes ☒ No

If "Yes," the foundation does not qualify under section 4940(e). Do not complete this part.

1 Enter the appropriate amount in each column for each year; see 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))
2012	19,429.	414,904.	.046828
2011	18,675.	404,263.	.046195
2010	15,825.	365,644.	.043280
2009	22,084.	323,962.	.068168
2008	24,435.	417,837.	.058480

2 Total of line 1, column (d) ...	2	.262951
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	.052590
4 Enter the net value of noncharitable-use assets for 2013 from Part X, line 5	4	472,109.
5 Multiply line 4 by line 3	5	24,828.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	128.
7 Add lines 5 and 6	7	24,956.
8 Enter qualifying distributions from Part XII, line 4	8	20,790.

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

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

1a Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary-see instructions)			
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input type="checkbox"/> and enter 1% of Part I, line 27b		1	255.
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	255.
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	255.
6 Credits/Payments:			
a 2013 estimated tax payments and 2012 overpayment credited to 2013	6a		
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		0.
8 Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8		
9 Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9		255.
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10		
11 Enter the amount of line 10 to be: Credited to 2014 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>	11		

Part VII-A Statements Regarding Activities

	Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
1b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for 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.		X
1c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. \$ 0. (2) On foundation managers. \$ 0.		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. \$ 0.		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities.		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?		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.		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	X	
7 Did the foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col. (c), and Part XV	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) <u>MN</u>		
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2013 or the taxable year beginning in 2013 (see instructions for Part XIV)? If "Yes," complete Part XIV		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

Part VII-A Statements Regarding Activities (continued)

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	11		X
12	Did the foundation 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 ► N/A	13	X	
14	The books are in care of ► EDGAR MORSMAN JR Located at ► 4011 E VALLEY RD, Deephaven, MN Telephone no. ► (952) 476-4919 ZIP+4 ► 55391			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here and enter the amount of tax-exempt interest received or accrued during the year	15	N/A	
16	At any time during calendar year 2013, 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)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No 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 2013? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	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 2013, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2013? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," list the years ►		
b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see instructions.) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	2b	
c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. ►		
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b If "Yes," did it have excess business holdings in 2013 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 2013.) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	3b	
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	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 2013? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	4b	X

Form 990-PF (2013)

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

5a During the year did the foundation pay or incur any amount to:

- (1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No
- (2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No
- (3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No
- (4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? ☐ Yes ☒ No
- (5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)?

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.

(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 Statement 7		0.	0.	0.

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

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

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

0

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors (continued)**3 Five highest-paid independent contractors for professional services. If none, enter "NONE."**

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		

Total number of others receiving over \$50,000 for professional services

0

Part IX-A Summary of Direct Charitable Activities

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

	Expenses
1 N/A	
2	
3	
4	

Part IX-B Summary of Program-Related Investments

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	0.

Form 990-PF (2013)

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	462,067.
b	Average of monthly cash balances	1b	17,231.
c	Fair market value of all other assets	1c	
d	Total (add lines 1a, b, and c)	1d	479,298.
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	479,298.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	7,189.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	472,109.
6	Minimum investment return. Enter 5% of line 5	6	23,605.

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	23,605.
2a	Tax on investment income for 2013 from Part VI, line 5	2a	255.
b	Income tax for 2013. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	255.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	23,350.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	23,350.
6	Deduction from distributable amount (see instructions)	6	0.
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	23,350.

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	20,790.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	20,790.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	0.
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	20,790.

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 2012	(c) 2012	(d) 2013
1 Distributable amount for 2013 from Part XI, line 7				23,350.
2 Undistributed income, if any, as of the end of 2013				
a Enter amount for 2012 only			19,045.	
b Total for prior years:		0.		
3 Excess distributions carryover, if any, to 2013:				
a From 2008				
b From 2009				
c From 2010				
d From 2011				
e From 2012				
f Total of lines 3a through e	0.			
4 Qualifying distributions for 2013 from Part XII, line 4: ▶ \$ 20,790.				
a Applied to 2012, but not more than line 2a			19,045.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2013 distributable amount				1,745.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2013 (If an amount appears in column (d), the same amount must be shown in column (a).)	0.			0.
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	0.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2012. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2013. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2014				21,605.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2008 not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2014. Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2009				
b Excess from 2010				
c Excess from 2011				
d Excess from 2012				
e Excess from 2013				

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				
The Brinton Museum PO BOX 460 Big Horn, WY 82833	None	PC	Art and Historical Museum	800.
Dumb Friends League 2080 South Quebec Street Denver, CO 80231-3298	None	PC	Provides homes for dogs.	1,120.
Emergency Foodshelf Network 8501 54th Avenue North New Hope, MN 55428	None	PC	Provides food for the poor.	1,000.
Habitat for Humanity of Denver Metro 3245 Eliot Street Denver, CO 80211-3287	None	PC	Low Income Housing	1,120.
Minnesota Land Trust 2356 University Ave W, Ste 240 St. Paul, MN 55114-9924	None	PC	Promotes conservation easements to protect land in Minnesota.	800.
Total	See continuation sheet(s)			19,600.
b Approved for future payment				
None				
Total				0.

Part XV Supplementary Information**3** Grants and Contributions Paid During the Year (Continuation)

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
Open Door Youth Gang Alternatives 1615 California Suite 712 Denver, CO 80202	None	PC	Works at giving kids an alternative to gang members.	1,120.
People Serving People 614 3rd Street S. Minneapolis, MN 55415-1104	None	PC	Homeless jobs and shelter program.	1,000.
Platte Forum 1610 Little Raven Street, Ste. 135 Denver, CO 80202	None	PC	Introduces underserved children to art and artists.	1,120.
Portland Art Museum 1219 S.W. Park Avenue Portland, OR 97205	None	PC	Art Museum	2,800.
Conservation Colorado 1536 Wynkoop Street, #5c Denver, CO 80202	None	PC	Advocacy for conservation in Colorado	1,120.
Think Small 10 Yorkton Court St. Paul, MN 55117-1065	None	PC	Services, resources, advocacy for early childhood education	1,000.
The Wildcat Sanctuary P.O. Box 314 Sandstone, MN 55072	None	PC	Wild cat rescue facility providing a natural sanctuary	800.
Youth Advantage P.O. 11 Stillwater, MN 55082	None	PC	Children's involvement in extracurricular activities	1,000.
Wyoming Wilderness Association PO Box 6588 Sheridan, WY 82801	None	PC	Wyoming wilderness preservation, particularly Rock Creek	4,000.
Raptor Education Group, Inc. PO Box 481 Antigo, WI 54409	None	PC	Heals injured birds and provides education	800.
Total from continuation sheets				14,760.

Form 990-PF	Dividends and Interest from Securities	Statement	1
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Source	Gross Amount	Capital Gains Dividends	Column (A) Amount
Wells Fargo - Dividends	11,399.	0.	11,399.
Wells Fargo - Interest Income	376.	124.	252.
Total to Form 990-PF, Part I, ln 4	11,775.	124.	11,651.

Form 990-PF	Accounting Fees	Statement	2
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Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Tax Preparation Fees	1,100.	0.		1,100.
To Form 990-PF, Pg 1, ln 16b	1,100.	0.		1,100.

Form 990-PF	Other Professional Fees	Statement	3
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Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Wells Fargo Agency Fees	4,813.	4,813.		0.
To Form 990-PF, Pg 1, ln 16c	4,813.	4,813.		0.

Form 990-PF	Taxes	Statement	4
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Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Excise Tax	204.	0.		0.
Foreign Tax	53.	53.		0.
To Form 990-PF, Pg 1, ln 18	257.	53.		0.

Form 990-PF	Other Expenses	Statement	5
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Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Annual Minnesota Filing Fee	25.	0.		25.
Miscellaneous	65.	0.		65.
To Form 990-PF, Pg 1, ln 23	90.	0.		90.

Form 990-PF	Corporate Stock	Statement	6
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Description	Book Value	Fair Market Value
Publicly Traded Securities - See Attached	333,864.	519,862.
Total to Form 990-PF, Part II, line 10b	333,864.	519,862.

Form 990-PF	Part VIII - List of Officers, Directors Trustees and Foundation Managers	Statement 7
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Name and Address	Title and Avrg Hrs/Wk	Compen- sation	Employee Ben Plan Expense Contrib Account
Edgar M. Morsman, Jr. 4011 East Valley Road Deephaven, MN 55391	President/Secretary/Treasurer 0.25	0.	0. 0.
Elizabeth H. Morsman 4011 East Valley Road Deephaven, MN 55391	Vice President 0.25	0.	0. 0.
Jeffrey H. Morsman 4011 East Valley Road Deephaven, MN 55391	Vice President 0.25	0.	0. 0.
Amy S. Morsman 4011 East Valley Road Deephaven, MN 55391	Director 0.25	0.	0. 0.
James C. Morsman 4011 East Valley Road Deephaven, MN 55391	Director 0.25	0.	0. 0.
Timothy E. Morsman 4011 East Valley Road Deephaven, MN 55391	Director 0.25	0.	0. 0.
Angela Peyton Morsman 4011 East Valley Road Deephaven, MN 55391	Director 0.25	0.	0. 0.
Totals included on 990-PF, Page 6, Part VIII		0.	0. 0.

Form 990-PF	Part XV - Line 1a List of Foundation Managers	Statement 8
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Name of Manager

Edgar M. Morsman, Jr.
Elizabeth H. Morsman

MORSMAN FAMILY FOUNDATION

DECEMBER 1 - DECEMBER 31, 2013

Stocks and ETFs

DESCRIPTION	% OF ACCOUNT	QUANTITY	ADJ PRICE/ ORIG PRICE	ADJ COST/ ORIG COST	CURRENT PRICE	CURRENT MARKET VALUE	UNPEALIZED GAIN/LOSS	ESTIMATED	
								ANNUAL INCOME	ANNUAL YIELD (%)
ABBOTT LABORATORIES									
ABT									
Acquired 10/01/13 S	0.98	133	33.62	4,472.26	38.3300	5,097.89	625.63	117.04	2.29
ABBVIE INC									
ABBV									
Acquired 04/16/10 L nc		90	27.14	2,442.72		4,752.90	2,310.18		
Acquired 05/26/10 L nc		8	24.94	199.52		422.48	222.96		
Acquired 05/18/11 L		2	27.91	55.82		105.62	49.80		



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DECEMBER 1 - DECEMBER 31, 2013

Stocks, options & ETFs

Stocks and ETFs continued

DESCRIPTION	% OF ACCOUNT	QUANTITY	ADJ PRICE/ ORIG PRICE	ADJ COST/ ORIG COST	CURRENT PRICE	CURRENT MARKET VALUE	UNREALIZED GAIN/LOSS	ESTIMATED	
								ANNUAL INCOME	ANNUAL YIELD (%)
Total	1.01	100		\$2,698.06	52.8100	\$5,281.00	\$2,582.94	\$160.00	3.03
ACCENTURE PLC IRELAND SHARES CLASS A ACN									
Acquired 04/16/10 L nc	1.50	95	43.11	4,096.15	82.2200	7,810.90	3,714.75	176.70	2.26
AFLAC INC AFL									
Acquired 04/16/10 L nc		86	54.45	4,682.70		5,744.80	1,062.10		
Acquired 05/18/11 L		15	50.22	753.30		1,002.00	248.70		
Total	1.29	101		\$5,436.00	66.8000	\$6,746.80	\$1,310.80	\$149.48	2.22
AIR PRODUCTS & CHEMICALS INC APD									
Acquired 04/16/10 L nc	1.26	59	76.22	4,496.98	111.7800	6,595.02	2,098.04	167.56	2.54
AMERICAN TOWER CORP REIT AMT									
Acquired 10/01/13 S	1.24	81	74.12	6,004.33	79.8200	6,465.42	461.09	93.96	1.45
ANALOG DEVICES INC ADI									
Acquired 04/16/10 L nc	0.91	93	30.53	2,839.29	50.9300	4,736.49	1,897.20	126.48	2.67
APTARGROUP INC ATR									
Acquired 04/16/10 L nc	1.33	102	42.48	4,333.92	67.8100	6,916.62	2,582.70	102.00	1.47
AT & T INC T									
Acquired 04/16/10 L nc		84	25.97	2,181.48		2,953.44	771.96		
Acquired 04/19/10 L nc		77	26.19	2,016.63		2,707.32	690.69		
Acquired 05/26/10 L nc		13	24.35	316.55		457.08	140.53		
Total	1.17	174		\$4,514.68	35.1600	\$6,117.84	\$1,603.18	\$320.16	5.23
AUTOMATIC DATA PROCESSING ADP									
Acquired 04/16/10 L nc	1.55	100	44.29	4,429.72	80.7990	8,079.90	3,650.18	192.00	2.37

MORSMAN FAMILY FOUNDATION

DECEMBER 1 - DECEMBER 31, 2013

Stocks, options & ETFs

Stocks and ETFs continued

DESCRIPTION	% OF ACCOUNT	QUANTITY	ADJ PRICE/ ORIG PRICE	ADJ COST/ ORIG COST	CURRENT PRICE	CURRENT MARKET VALUE	UNREALIZED GAIN/LOSS	ESTIMATED	
								ANNUAL INCOME	ANNUAL YIELD (%)
BAXTER INTERNATIONAL INC BAX									
Acquired 04/16/10 L nc		80	59 07	4,725 60		5,564 00	838 40		
Acquired 05/18/11 L		10	59 80	598 00		695 50	97 50		
Total	1.20	90		\$5,323.60	69.5500	\$6,259.50	\$935.90	\$176.40	2.82
BECTON DICKINSON & CO BDX									
Acquired 05/20/08 L nc		46	83 98	3,863 08		5,082 54	1,219 46		
Acquired 04/16/10 L nc		10	77 90	779 00		1,104 90	325 90		
Acquired 05/26/10 L nc		5	71 68	358 40		552 45	194 05		
Total	1.29	61		\$5,000 48	110.4900	\$6,739.89	\$1,739.41	\$132.98	1.97
BROWN AND BROWN INC COM BRO									
Acquired 04/16/10 L nc	1 24	206	18 66	3,845 99	31 3900	6,466 34	2,620 35	82 40	1 27
BROWN-FORMAN CORP CL B BF/B									
Acquired 04/16/10 L nc	1 62	112	38 26	4,398 00	75 5700	8,463 84	4,065 84	129 92	1 53
CHEVRON CORPORATION CVX									
Acquired 12/01/03 L nc	1 27	53	37 87	2,007 37	124 9100	6,620 23	4,612 86	212 00	3 20
CHUBB CORP CB									
Acquired 12/06/11 L	1 39	75	67 37	5,052 75	96 6300	7,247 25	2,194 50	132 00	1 82
CISCO SYSTEMS INC CSCO									
Acquired 12/16/13 S	1 45	338	20 72	7,003 36	22 4300	7,581 34	577 98	229 84	3 03
CLOROX COMPANY CLX									
Acquired 04/16/10 L nc		73	64 44	4,704 12		6,771 48	2,067 36		
Acquired 05/18/11 L		3	70 20	210 60		278 28	67 68		
Total	1.35	76		\$4,914.72	92 7600	\$7,049 76	\$2,135.04	\$215.84	3.06
COLGATE-PALMOLIVE CO CL									
Acquired 04/16/10 L nc		112	42 07	4,712 40		7,303 52	2,591 12		
Acquired 05/18/11 L		12	42 83	515 16		782 52	267 36		
Total	1.55	124		\$5,227.56	65.2100	\$8,086.04	\$2,858.48	\$168.64	2.09



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020 GP GP27

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MORSMAN FAMILY FOUNDATION

Page 7 of 21

DECEMBER 1 - DECEMBER 31, 2013

Stocks, options & ETFs

Stocks and ETFs continued

DESCRIPTION	% OF ACCOUNT	QUANTITY	ADJ PRICE/ ORIG PRICE	ADJ COST/ ORIG COST	CURRENT PRICE	CURRENT MARKET VALUE	UNREALIZED GAIN/LOSS	ESTIMATED	
								ANNUAL INCOME	ANNUAL YIELD (%)
COMMERCE BANCSHARES INC									
CBSH		138 28570	33 40	4,709 51		6,210 41	1,500 90		
Acquired 04/16/10 L nc		5 71430	43 07	215 35		256 63	41 28		
Acquired 05/18/11 L									
Total	1.24	144		\$4,924 86	44.9100	\$6,467 04	\$1,542 18	\$129 60	2 00
CONOCOPHILLIPS									
COP		65	43 32	2,816 10		4,592 25	1,776 15		
Acquired 04/16/10 L nc		9	38 87	349 89		635 85	285 96		
Acquired 05/26/10 L nc									
Total	1.00	74		\$3,165.99	70.8500	\$5,228.10	\$2,062.11	\$204 24	3 91
COSTCO WHSL CORP NEW									
COM		61	46 84	2,857 24		7,260 22	4,402 98		
COST		4	59 34	237 36		476 08	238 72		
Acquired 04/09/09 L nc									
Acquired 04/16/10 L nc									
Total	1 48	65		\$3,094.60	119.0200	\$7,736.30	\$4,641.70	\$80 60	1.04
EATON VANCE CORP NON VTG									
EV		90	34 69	3,122 82		3,851 10	728 28		
Acquired 04/16/10 L nc		32	32 00	1,024 00		1,369 28	345 28		
Acquired 05/18/11 L									
Total	1 00	122		\$4,146.82	42.7900	\$5,220.38	\$1,073.56	\$107.38	2 06
ECOLAB INC									
ECL		104	45 20	4,701 57	104 2700	10,844 08	6,142 51	114 40	1 05
Acquired 04/16/10 L nc	2 08								
EMERSON ELECTRIC CO									
EMR		91	51 78	4,711 98		6,386 38	1,674 40		
Acquired 04/16/10 L nc		10	53 93	539 30		701 80	162 50		
Acquired 05/18/11 L									
Total	1.36	101		\$5,251.28	70.1800	\$7,088.18	\$1,836.90	\$173 72	2.45
EXXON MOBIL CORP									
XOM		68	43 59	2,876 94	101 2000	6,679 20	3,802 26	166 32	2 49
Acquired 07/03/01 L nc	1 28								
FACTSET RESEARCH SYSTEMS									
INC		50	74 86	3,743 00	108 5800	5,429 00	1,686 00	70 00	1 28
FDS									
Acquired 04/16/10 L nc	1 04								

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MORSMAN FAMILY FOUNDATION

DECEMBER 1 - DECEMBER 31, 2013

Stocks, options & ETFs

Stocks and ETFs continued

DESCRIPTION	% OF ACCOUNT	QUANTITY	ADJ PRICE/ ORIG PRICE	ADJ COST/ ORIG COST	CURRENT PRICE	CURRENT MARKET VALUE	UNREALIZED GAIN/LOSS	ESTIMATED	
								ANNUAL INCOME	ANNUAL YIELD (%)
GENERAL MILLS INC									
GIS									
Acquired 02/14/02 L nc	1.28	134	23.29	3,121.53	49.9100	6,687.94	3,566.41	203.68	3.04
GENL DYNAMICS CORP COM									
GD									
Acquired 04/16/10 L nc		62	76.00	4,712.00		5,924.10	1,212.10		
Acquired 05/18/11 L		11	74.02	814.22		1,051.05	236.83		
Total	1.34	73		\$5,526.22	95.5500	\$6,975.15	\$1,448.93	\$163.52	2.34
GRAINGER W W INC									
GWV									
Acquired 04/16/10 L nc	1.76	36	105.08	3,782.88	255.4200	9,195.12	5,412.24	133.92	1.45
HARRIS CORP DEL									
HRS									
Acquired 04/16/10 L nc		95	49.36	4,689.20		6,631.95	1,942.75		
Acquired 05/18/11 L		15	48.93	733.95		1,047.15	313.20		
Total	1.47	110		\$5,423.15	69.8100	\$7,679.10	\$2,255.95	\$184.80	2.41
ILLINOIS TOOL WORKS INC									
ITW									
Acquired 04/16/10 L nc		88	48.96	4,308.48		7,399.04	3,090.56		
Acquired 05/26/10 L nc		6	45.89	275.34		504.48	229.14		
Total	1.51	94		\$4,583.82	84.0800	\$7,903.52	\$3,319.70	\$157.92	2.00
INTEL CORP									
INTC									
Acquired 07/03/01 L nc		200	30.49	6,098.00		5,191.00	-907.00		
Acquired 05/26/10 L nc		23	21.28	488.98		596.97	107.99		
Acquired 05/18/11 L		5	23.79	118.95		129.77	10.82		
Total	1.13	228		\$6,705.93	25.9550	\$5,917.74	-\$788.19	\$205.20	3.47
INTERNATIONAL BUSINESS									
MACHINE CORP									
IBM									
Acquired 04/16/10 L nc	1.15	32	130.86	4,187.52	187.5700	6,002.24	1,814.72	121.60	2.02
J M SMUCKER CO									
SJM									
Acquired 04/16/10 L nc	1.41	71	62.02	4,403.42	103.6200	7,357.02	2,953.60	164.72	2.23



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DECEMBER 1 - DECEMBER 31, 2013

Stocks, options & ETFs

Stocks and ETFs continued

DESCRIPTION	% OF ACCOUNT	QUANTITY	ADJ PRICE/ ORIG PRICE	ADJ COST/ ORIG COST	CURRENT PRICE	CURRENT MARKET VALUE	UNREALIZED GAIN/LOSS	ESTIMATED	
								ANNUAL INCOME	ANNUAL YIELD (%)
JACK HENRY & ASSOC INC									
JKHY									
Acquired 04/16/10 L nc	1.97	174	24.89	4,332.56	59.2100	10,302.54	5,969.98	139.20	1.35
JOHNSON & JOHNSON									
JNJ									
Acquired 07/03/01 L nc		23	51.05	1,174.15		2,106.57	932.42		
Acquired 12/01/03 L nc		50	49.55	2,477.50		4,579.50	2,102.00		
Acquired 05/18/11 L		8	66.38	531.04		732.72	201.68		
Total	1.42	81		\$4,182.69	91.5900	\$7,418.79	\$3,236.10	\$213.84	2.88
KELLOGG COMPANY									
K									
Acquired 04/16/10 L nc		87	53.89	4,688.43		5,313.09	624.66		
Acquired 05/18/11 L		7	57.23	400.61		427.49	26.88		
Total	1.10	94		\$5,089.04	61.0700	\$5,740.58	\$651.54	\$172.96	3.01
KIMBERLY-CLARK CORP									
KMB									
Acquired 04/16/10 L nc		76	61.91	4,705.16		7,938.96	3,233.80		
Acquired 05/18/11 L		2	68.25	136.50		208.92	72.42		
Total	1.56	78		\$4,841.66	104.4600	\$8,147.88	\$3,306.22	\$252.72	3.10
LOWES COMPANIES INC									
LOW									
Acquired 09/18/12 L	1.21	127	29.18	3,706.72	49.5500	6,292.85	2,586.13	91.44	1.45
MC CORMICK & CO INC									
NON VTG									
MKC									
Acquired 04/16/10 L nc	1.43	108	38.54	4,163.10	68.9200	7,443.36	3,280.26	159.84	2.14
MCDONALDS CORP									
MCD									
Acquired 04/16/10 L nc	1.25	67	68.80	4,609.60	97.0300	6,501.01	1,891.41	217.08	3.33
MDU RESOURCES GROUP INC									
MDU									
Acquired 04/21/10 L nc		113	22.12	2,499.56		3,452.15	952.59		
Acquired 04/21/10 L nc		100	22.11	2,211.00		3,055.00	844.00		
Acquired 05/18/11 L		18	23.47	422.46		549.90	127.44		
Total	1.35	231		\$5,133.02	30.5500	\$7,057.05	\$1,924.03	\$159.39	2.26

MORSMAN FAMILY FOUNDATION

DECEMBER 1 - DECEMBER 31, 2013

Stocks, options & ETFs

Stocks and ETFs continued

DESCRIPTION	% OF ACCOUNT	QUANTITY	ADJ PRICE/ ORIG PRICE	ADJ COST/ ORIG COST	CURRENT PRICE	CURRENT MARKET VALUE	UNREALIZED GAIN/LOSS	ESTIMATED	
								ANNUAL INCOME	ANNUAL YIELD (%)
MICROSOFT CORP MSFT									
Acquired 01/11/12 L	1.29	180	27.88	5,018.40	37.4100	6,733.80	1,715.40	201.60	2.99
NATIONAL FUEL GAS CO NFG									
Acquired 04/16/10 L nc	1.08	79	52.62	4,156.88	71.4000	5,640.60	1,483.62	118.50	2.10
NEW JERSEY RES CORP NJR									
Acquired 04/16/10 L nc	1.04	117	37.28	4,362.92	46.2400	5,410.08	1,047.16	196.56	3.63
NEXTERA ENERGY INC NEE									
Acquired 04/16/10 L nc	1.51	92	48.41	4,453.72	85.6200	7,877.04	3,423.32	242.88	3.08
NORDSTROM INC JWN									
Acquired 04/16/10 L nc		109	42.99	4,686.98		6,738.20	2,049.24		
Acquired 05/18/11 L		8	46.19	369.52		494.40	124.88		
Total	1.39	117		\$5,056.48	61.8000	\$7,230.60	\$2,174.12	\$140.40	1.94
NORFOLK SOUTHERN CORP NSC									
Acquired 04/16/10 L nc	1.35	76	59.54	4,525.04	92.8300	7,055.08	2,530.04	158.08	2.24
NORTHEAST UTILITIES NU									
Acquired 04/16/10 L nc	1.21	149	27.44	4,089.75	42.3900	6,316.11	2,226.36	219.03	3.46
NOVARTIS AG SPON ADR NVS									
Acquired 10/16/07 L nc		71	53.10	3,770.61		5,706.98	1,936.37		
Acquired 05/26/10 L nc		17	44.28	752.76		1,366.46	613.70		
Total	1.36	88		\$4,523.37	80.3800	\$7,073.44	\$2,550.07	\$181.01	2.56
OWENS & MINOR INC NEW OMI									
Acquired 04/16/10 L nc	1.05	150	31.36	4,705.49	36.5600	5,484.00	778.51	144.00	2.62
PAYCHEX INC PAYX									
Acquired 04/16/10 L nc		153	30.82	4,716.23		6,966.09	2,249.86		
Acquired 05/18/11 L		15	31.95	479.25		682.95	203.70		



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DECEMBER 1 - DECEMBER 31, 2013

Stocks, options & ETFs

Stocks and ETFs continued

DESCRIPTION	% OF ACCOUNT	QUANTITY	ADJ PRICE/ ORIG PRICE	ADJ COST/ ORIG COST	CURRENT PRICE	CURRENT MARKET VALUE	UNREALIZED GAIN/LOSS	ESTIMATED	
								ANNUAL INCOME	ANNUAL YIELD (%)
Total	1.47	168		\$5,195.48	45.5300	\$7,649.04	\$2,453.56	\$235.20	3.07
PEPSICO INCORPORATED									
PEP									
Acquired 07/03/01 L nc		72	45.25	3,258.00		5,971.68	2,713.68		
Acquired 05/18/11 L		3	71.01	213.03		248.82	35.79		
Total	1.19	75		\$3,471.03	82.9400	\$6,220.50	\$2,749.47	\$170.25	2.74
PHILLIPS 66									
PSX									
Acquired 04/16/10 L nc		32.50000	25.75	836.90		2,506.73	1,669.83		
Acquired 05/26/10 L nc		4.50000	23.10	103.88		347.08	243.10		
Acquired 10/01/13 S		50	57.97	2,899.00		3,856.50	957.50		
Total	1.29	87		\$3,839.88	77.1300	\$6,710.31	\$2,870.43	\$135.72	2.02
PIEDMONT NATURAL GAS CO									
PNY									
Acquired 04/18/10 L nc		158	27.54	4,352.74		5,239.28	886.54		
Acquired 05/26/10 L nc		15	25.22	378.30		497.40	119.10		
Total	1.10	173		\$4,731.04	33.1600	\$5,736.68	\$1,005.64	\$214.52	3.74
POLARIS INDS INC									
PII									
Acquired 04/18/10 L nc	2.90	104	28.07	2,919.80	145.6400	15,146.56	12,226.76	174.72	1.15
PRAXAIR INC									
PX									
Acquired 04/18/10 L nc	1.27	51	87.01	4,437.51	130.0300	6,631.53	2,194.02	122.40	1.84
PROCTER & GAMBLE CO									
PG									
Acquired 03/07/05 L nc		75	53.89	4,041.75		6,105.75	2,064.00		
Acquired 05/18/11 L		5	67.44	337.20		407.05	69.85		
Total	1.25	80		\$4,378.95	81.4100	\$6,512.80	\$2,133.85	\$192.48	2.96
REALTY INCOME CORP									
REIT									
O									
Acquired 04/16/10 L nc	1.07	149	30.62	4,563.79	37.3300	5,562.17	998.38	325.71	5.85
			31.72	4,727.76					

MORSMAN FAMILY FOUNDATION

DECEMBER 1 - DECEMBER 31, 2013

Stocks, options & ETFs

Stocks and ETFs continued

DESCRIPTION	% OF ACCOUNT	QUANTITY	ADJ PRICE/ ORIG PRICE	ADJ COST/ ORIG COST	CURRENT PRICE	CURRENT MARKET VALUE	UNREALIZED GAIN/LOSS	ESTIMATED	
								ANNUAL INCOME	ANNUAL YIELD (%)
ROYAL DUTCH SHELL PLC ADR B RDS/B Acquired 07/18/12 L	1.11	77	72.06	5,549.38	75.1100	5,783.47	234.09	277.20	4.79
SCANA CORP COM SCG Acquired 04/16/10 L nc Acquired 05/18/11 L		122 6	38.69 41.68	4,721.38 250.08		5,725.46 281.58	1,004.08 31.50		
Total	1.15	128		\$4,971.46	46.9300	\$6,007.04	\$1,035.58	\$259.84	4.33
SIGMA ALDRICH CORP SIAL Acquired 04/16/10 L nc	1.40	78	55.71	4,345.38	94.0100	7,332.78	2,987.40	67.08	0.91
SOUTH JERSEY IND INC SJI Acquired 04/19/10 L nc	1.05	98	42.28	4,144.32	55.9600	5,484.08	1,339.76	185.22	3.37
STRYKER CORP SYK Acquired 04/27/12 L	1.45	101	54.43	5,497.98	75.1400	7,589.14	2,091.16	123.22	1.62
SYSCO CORPORATION SYY Acquired 04/16/10 L nc Acquired 05/18/11 L		159 7	29.61 32.49	4,709.55 227.43		5,739.90 252.70	1,030.35 25.27		
Total	1.15	166		\$4,936.98	36.1000	\$5,992.60	\$1,055.62	\$192.56	3.21
TARGET CORP TGT Acquired 07/03/01 L nc Acquired 05/18/11 L		85 21	35.86 49.31	3,048.10 1,035.51		5,377.95 1,328.67	2,329.85 293.16		
Total	1.28	106		\$4,083.61	63.2700	\$6,706.62	\$2,623.01	\$182.32	2.72
TEVA PHARMACEUTICAL ADR INDS LTD TEVA Acquired 05/18/11 L	0.83	108	49.60	5,357.51	40.0800	4,328.64	-1,028.87	117.26	2.70
THE SOUTHERN COMPANY SO Acquired 11/14/11 L	0.86	109	43.57	4,749.76	41.1100	4,480.99	-268.77	221.27	4.83



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MORSMAN FAMILY FOUNDATION

Page 13 of 21

DECEMBER 1 - DECEMBER 31, 2013

Stocks, options & ETFs

Stocks and ETFs continued

								ESTIMATED	
DESCRIPTION	% OF ACCOUNT	QUANTITY	ADJ PRICE/ ORIG PRICE	ADJ COST/ ORIG COST	CURRENT PRICE	CURRENT MARKET VALUE	UNREALIZED GAIN/LOSS	ANNUAL INCOME	ANNUAL YIELD (%)
UNITED PARCEL SERVICE-B									
UPS									
Acquired 04/16/10 L nc		69	68 46	4,723 74		7,250 52	2,526 78		
Acquired 05/18/11 L		4	73 59	294 36		420 32	125 96		
Total	1.47	73		\$5,018.10	105.0800	\$7,670.84	\$2,652.74	\$181.04	2.36
UNITED TECHNOLOGIES CORP									
UTX									
Acquired 01/09/02 L nc	1 35	62	33 03	2,048 17	113 8000	7,055 60	5,007 43	146 32	2 07
V F CORPORATION									
VFC									
Acquired 04/16/10 L nc	2 15	180	20 68	3,723 30	62 3400	11,221 20	7,497 90	189 00	1 68
WAL-MART STORES INC									
WMT									
Acquired 04/16/10 L nc		86	54 41	4,679 26		6,767 34	2,088 08		
Acquired 05/18/11 L		10	55 05	550 50		786 90	236 40		
Total	1.45	98		\$5,229.76	78.6800	\$7,554.24	\$2,324 48	\$180 48	2.39
WISCONSIN ENERGY CORP									
WEC									
Acquired 02/10/12 L	1 15	145	34 30	4,973 50	41 3400	5,994 30	1,020 80	221 85	3 70
3M CO									
MMM									
Acquired 10/16/01 L nc	1 53	57	52 83	3,011 59	140 2500	7,994 25	4,982 66	194 94	2 43
Total Stocks and ETFs	99.59			\$333,863.55		\$519,862.37	\$185,998.82	\$12,786.15	2.46
				\$334,027.52					
Total Stocks, options & ETFs	99.59			\$333,863.55		\$519,862.37	\$185,998.82	\$12,786.15	2.46

nc Cost information for this tax lot is not covered by IRS reporting requirements Unless indicated cost for all other lots will be reported to the IRS

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