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Form **990-PF**Department of the Treasury  
Internal Revenue Service**Return of Private Foundation**  
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](http://www.irs.gov/form990pf).

OMB No. 1545-0052

**2016**

Open to Public Inspection

For calendar year 2016 or tax year beginning

, 2016, and ending

, 20

Name of foundation <b>The Babinski Foundation</b>		A Employer identification number <b>27-3112628</b>
Number and street (or P.O. box number if mail is not delivered to street address) <b>2520 W. 8th St</b>	Room/suite <b>Ste 1</b>	B Telephone number (see instructions) <b>(605) 339-1053</b>
City or town, state or province, country, and ZIP or foreign postal code <b>Sioux Falls, SD 57104</b>		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) ▶ \$ <b>8,258,086</b>	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) (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)	1,772,846			
	2 Check <input type="checkbox"/> if the foundation is not required to attach Sch. B				
	3 Interest on savings and temporary cash investments	42,868	42,868	42,868	
	4 Dividends and interest from securities				
	5a Gross rents	79,332	79,332	79,332	
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10				
	b Gross sales price for all assets on line 6a				
	7 Capital gain net income (from Part IV, line 2)				
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
b Less: Cost of goods sold	8,018				
c Gross profit or (loss) (attach schedule)	(8,018)		(8,018)		
11 Other income (attach schedule)	22,645	22,906	22,645		
12 Total. Add lines 1 through 11	1,909,673	145,106	136,827		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc.				
	14 Other employee salaries and wages	61,086	796		60,290
	15 Pension plans, employee benefits	3,483	247		3,236
	16a Legal fees (attach schedule)	2,977	2,580		397
	b Accounting fees (attach schedule)				
	c Other professional fees (attach schedule)	24,317			24,317
	17 Interest				
	18 Taxes (attach schedule) (see instructions)				
	19 Depreciation (attach schedule) and depletion	48,890	27,587	27,587	
	20 Occupancy	106,904	61,722	61,722	45,182
	21 Travel, conferences, and meetings	10,237			10,237
	22 Printing and publications				
	23 Other expenses (attach schedule)	22,005	14	14	17,582
	24 Total operating and administrative expenses. Add lines 13 through 23	279,899	92,946	89,323	161,241
	25 Contributions, gifts, grants paid				
26 Total expenses and disbursements. Add lines 24 and 25	279,899	92,946	89,323	161,241	
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements	1,629,774				
b Net investment income (if negative, enter -0-)		52,160			
c Adjusted net income (if negative, enter -0-)			47,504		

For Paperwork Reduction Act Notice, see instructions.

Cat. No. 11289X

Form **990-PF** (2016)

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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 . . . . .	14,207	30,966	30,966
	2 Savings and temporary cash investments . . . . .	2,950,153	1,398,286	1,398,286
	3 Accounts receivable ▶			
	Less: allowance for doubtful accounts ▶	500		
	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 . . . . .			
	10a Investments—U.S. and state government obligations (attach schedule)			
	b Investments—corporate stock (attach schedule) . . . . .		380,377	393,334
	c Investments—corporate bonds (attach schedule) . . . . .	500,000	500,000	500,000
11 Investments—land, buildings, and equipment basis ▶	1,097,988			
Less: accumulated depreciation (attach schedule) ▶	136,128	981,346	961,860	
12 Investments—mortgage loans . . . . .				
13 Investments—other (attach schedule) . . . . .				
14 Land, buildings, and equipment: basis ▶	4,867,495			
Less: accumulated depreciation (attach schedule) ▶	30,157	2,030,040	4,837,338	
15 Other assets (describe ▶ )				
16 Total assets (to be completed by all filers—see the instructions. Also, see page 1, item I) . . . . .	6,476,246	8,108,827	8,258,086	
Liabilities	17 Accounts payable and accrued expenses . . . . .	1,412	4,219	
	18 Grants payable . . . . .			
	19 Deferred revenue . . . . .			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable (attach schedule) . . . . .			
	22 Other liabilities (describe ▶ )			
23 Total liabilities (add lines 17 through 22) . . . . .	1,412	4,219		
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ <input type="checkbox"/>			
	24 Unrestricted . . . . .			
	25 Temporarily restricted . . . . .			
	26 Permanently restricted . . . . .			
	Foundations that do not follow SFAS 117, check here ▶ <input checked="" type="checkbox"/>			
	27 Capital stock, trust principal, or current funds . . . . .			
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	6,377,921	8,150,767	
	29 Retained earnings, accumulated income, endowment, or other funds	96,913	(46,159)	
30 Total net assets or fund balances (see instructions) . . . . .	6,474,834	8,104,608		
31 Total liabilities and net assets/fund balances (see instructions) . . . . .	6,476,246	8,108,827		

## 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	6,474,834
2 Enter amount from Part I, line 27a . . . . .	2	1,629,774
3 Other increases not included in line 2 (itemize) ▶	3	
4 Add lines 1, 2, and 3 . . . . .	4	8,104,608
5 Decreases not included in line 2 (itemize) ▶	5	
6 Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30 . . . . .	6	8,104,608

**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			(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			
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	
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	

**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))
2015	1,451,630	4,852,464	.2991
2014	156,844	4,172,263	.0376
2013	514,723	2,336,982	.2203
2012	84,511	651,344	.1297
2011	472,155	656,401	.7193

  

2	Total of line 1, column (d) . . . . .	2	1.4060
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	.2812
4	Enter the net value of noncharitable-use assets for 2016 from Part X, line 5 . . . . .	4	3,877,731
5	Multiply line 4 by line 3 . . . . .	5	1,090,418
6	Enter 1% of net investment income (1% of Part I, line 27b) . . . . .	6	522
7	Add lines 5 and 6 . . . . .	7	1,090,940
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	2,989,842

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

<b>1a</b>	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>b</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			
<b>c</b>	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b).			
<b>1</b>				522
<b>2</b>	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)			0
<b>3</b>	Add lines 1 and 2			522
<b>4</b>	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)			0
<b>5</b>	<b>Tax based on investment income.</b> Subtract line 4 from line 3. If zero or less, enter -0-			522
<b>6</b>	<b>Credits/Payments:</b>			
<b>a</b>	2016 estimated tax payments and 2015 overpayment credited to 2016	<b>6a</b>	3,125	
<b>b</b>	Exempt foreign organizations—tax withheld at source	<b>6b</b>		
<b>c</b>	Tax paid with application for extension of time to file (Form 8868)	<b>6c</b>		
<b>d</b>	Backup withholding erroneously withheld	<b>6d</b>		
<b>7</b>	Total credits and payments. Add lines 6a through 6d			3,125
<b>8</b>	Enter any <b>penalty</b> for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached			
<b>9</b>	<b>Tax due.</b> If the total of lines 5 and 8 is more than line 7, enter <b>amount owed</b>			
<b>10</b>	<b>Overpayment.</b> If line 7 is more than the total of lines 5 and 8, enter the <b>amount overpaid</b>			2,603
<b>11</b>	Enter the amount of line 10 to be: <b>Credited to 2017 estimated tax</b> 2,603 <b>Refunded</b>			0

**Part VII-A Statements Regarding Activities**

<b>1a</b>	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?	Yes	No
<b>1a</b>			✓
<b>b</b>	Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for the definition)?		✓
<b>1b</b>			✓
If the answer is "Yes" to <b>1a</b> or <b>1b</b> , attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.			
<b>c</b>	Did the foundation file <b>Form 1120-POL</b> for this year?		✓
<b>1c</b>			✓
<b>d</b>	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		
<b>e</b>	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ \$ 0		
<b>2</b>	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		✓
<b>2</b>			✓
<b>3</b>	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		✓
<b>3</b>			✓
<b>4a</b>	Did the foundation have unrelated business gross income of \$1,000 or more during the year?		✓
<b>4a</b>			✓
<b>b</b>	If "Yes," has it filed a tax return on <b>Form 990-T</b> for this year?		✓
<b>4b</b>			✓
<b>5</b>	Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T.		✓
<b>5</b>			✓
<b>6</b>	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?		✓
<b>6</b>			✓
<b>7</b>	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		✓
<b>7</b>			✓
<b>8a</b>	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ Minnesota		
<b>b</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		✓
<b>8b</b>			✓
<b>9</b>	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 2016 or the taxable year beginning in 2016 (see instructions for Part XIV)? If "Yes," complete Part XIV		✓
<b>9</b>			✓
<b>10</b>	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses. See statement attached.		✓
<b>10</b>			✓

**Part VII-A Statements Regarding Activities (continued)**

	Yes	No
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	✓
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	✓
13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► <u>babinskifoundation.org</u>	13	✓
14 The books are in care of ► <u>Layne Drenth</u> Telephone no. ► <u>(605) 339-1053</u> Located at ► <u>2520 W 8th St., Ste 1, Sioux Falls, SD</u> ZIP+4 ► <u>57104-5605</u>		
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 2016, 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 FinCEN Form 114. If "Yes," enter the name of the foreign country ►	16	✓

N/A

**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 checked="" type="checkbox"/> Yes <input 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 . . . . .	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 2016? . . . . .	1c	✓
2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))		
a At the end of tax year 2016, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2016? . . . . . <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 <b>not</b> 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	
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 2016 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 2016.) . . . . .	3b	
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	✓
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2016?	4b	✓

N/A

N/A

**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 4945(d)(4)(A)? (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 *N/A*  
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 *N/A*

5b		
6b		✓
7b		

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

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

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
Layne Drenth 405 N. Mystic Circle, Sioux Falls, SD 57110	President & Director - 5 hours	0	0	0
John P. Babinski 25089 Pine Lane, Nisswa, MN 56468	V P. & Director - 20 hours	0	0	0
Elizabeth Babinski 25093 Pine Lane, Nisswa, MN 56468	Secretary & Director - 1 hour	0	0	0

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

(a) Name and address of each employee paid more than \$50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances

**Total** number of other employees paid over \$50,000 ☐ None

**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
Total number of others receiving over \$50,000 for professional services . . . . .		None

**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 Substantial completion of construction of new animal shelter building at 2825 76th St SW, Pequot Lakes, MN	1,508,779
2 Purchase and installation of cages for dogs and cats at the shelter	509,498
3 Purchase of medical equipment for the new animal shelter	179,725
4 Organizing and setting up the shelter up to the point of initially accepting dogs and cats at the animal shelter and adopting out some of the animals to the general public	63,526

**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	
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.)

<b>1</b>	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
<b>a</b>	Average monthly fair market value of securities . . . . .	<b>1a</b>	663,889
<b>b</b>	Average of monthly cash balances . . . . .	<b>1b</b>	2,232,194
<b>c</b>	Fair market value of all other assets (see instructions) . . . . .	<b>1c</b>	1,040,700
<b>d</b>	<b>Total</b> (add lines 1a, b, and c) . . . . .	<b>1d</b>	3,936,783
<b>e</b>	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) . . . . .	<b>1e</b>	
<b>2</b>	Acquisition indebtedness applicable to line 1 assets . . . . .	<b>2</b>	
<b>3</b>	Subtract line 2 from line 1d . . . . .	<b>3</b>	3,936,783
<b>4</b>	Cash deemed held for charitable activities. Enter 1½% of line 3 (for greater amount, see instructions) . . . . .	<b>4</b>	59,052
<b>5</b>	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4	<b>5</b>	3,877,731
<b>6</b>	<b>Minimum investment return.</b> Enter 5% of line 5 . . . . .	<b>6</b>	193,887

**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.)

<b>1</b>	Minimum investment return from Part X, line 6 . . . . .	<b>1</b>	
<b>2a</b>	Tax on investment income for 2016 from Part VI, line 5 . . . . .	<b>2a</b>	
<b>b</b>	Income tax for 2016. (This does not include the tax from Part VI.) . . . . .	<b>2b</b>	
<b>c</b>	Add lines 2a and 2b . . . . .	<b>2c</b>	
<b>3</b>	Distributable amount before adjustments. Subtract line 2c from line 1 . . . . .	<b>3</b>	
<b>4</b>	Recoveries of amounts treated as qualifying distributions . . . . .	<b>4</b>	
<b>5</b>	Add lines 3 and 4 . . . . .	<b>5</b>	
<b>6</b>	Deduction from distributable amount (see instructions) . . . . .	<b>6</b>	
<b>7</b>	<b>Distributable amount</b> as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1 . . . . .	<b>7</b>	0

**Part XII Qualifying Distributions** (see instructions)

<b>1</b>	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
<b>a</b>	Expenses, contributions, gifts, etc.—total from Part I, column (d), line 26 . . . . .	<b>1a</b>	161,241
<b>b</b>	Program-related investments—total from Part IX-B . . . . .	<b>1b</b>	0
<b>2</b>	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes . . . . .	<b>2</b>	2,828,601
<b>3</b>	Amounts set aside for specific charitable projects that satisfy the:		
<b>a</b>	Suitability test (prior IRS approval required) . . . . .	<b>3a</b>	
<b>b</b>	Cash distribution test (attach the required schedule) . . . . .	<b>3b</b>	
<b>4</b>	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	<b>4</b>	2,989,842
<b>5</b>	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) . . . . .	<b>5</b>	522
<b>6</b>	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4 . . . . .	<b>6</b>	2,989,320

**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)

N/A

	(a) Corpus	(b) Years prior to 2015	(c) 2015	(d) 2016
<b>1</b> Distributable amount for 2016 from Part XI, line 7 . . . . .				
<b>2</b> Undistributed income, if any, as of the end of 2016:				
<b>a</b> Enter amount for 2015 only . . . . .				
<b>b</b> Total for prior years: 20____, 20____, 20____				
<b>3</b> Excess distributions carryover, if any, to 2016:				
<b>a</b> From 2011 . . . . .				
<b>b</b> From 2012 . . . . .				
<b>c</b> From 2013 . . . . .				
<b>d</b> From 2014 . . . . .				
<b>e</b> From 2015 . . . . .				
<b>f</b> Total of lines 3a through e . . . . .				
<b>4</b> Qualifying distributions for 2016 from Part XII, line 4: ► \$ _____				
<b>a</b> Applied to 2015, but not more than line 2a . . . . .				
<b>b</b> Applied to undistributed income of prior years (Election required—see instructions) . . . . .				
<b>c</b> Treated as distributions out of corpus (Election required—see instructions) . . . . .				
<b>d</b> Applied to 2016 distributable amount . . . . .				
<b>e</b> Remaining amount distributed out of corpus . . . . .				
<b>5</b> Excess distributions carryover applied to 2016 (If an amount appears in column (d), the same amount must be shown in column (a).)				
<b>6</b> Enter the net total of each column as indicated below:				
<b>a</b> Corpus. Add lines 3f, 4c, and 4e. Subtract line 5 . . . . .				
<b>b</b> Prior years' undistributed income. Subtract line 4b from line 2b . . . . .				
<b>c</b> 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 . . . . .				
<b>d</b> Subtract line 6c from line 6b. Taxable amount—see instructions . . . . .				
<b>e</b> Undistributed income for 2015. Subtract line 4a from line 2a. Taxable amount—see instructions . . . . .				
<b>f</b> Undistributed income for 2016. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2017 . . . . .				
<b>7</b> Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (Election may be required—see instructions) . . . . .				
<b>8</b> Excess distributions carryover from 2011 not applied on line 5 or line 7 (see instructions) . . . . .				
<b>9</b> Excess distributions carryover to 2017. Subtract lines 7 and 8 from line 6a . . . . .				
<b>10</b> Analysis of line 9:				
<b>a</b> Excess from 2012 . . . . .				
<b>b</b> Excess from 2013 . . . . .				
<b>c</b> Excess from 2014 . . . . .				
<b>d</b> Excess from 2015 . . . . .				
<b>e</b> Excess from 2016 . . . . .				

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

- 1a** If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2016, enter the date of the ruling . . . . . **September 30, 2010**

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

	Tax year	Prior 3 years			(e) Total
	(a) 2016	(b) 2015	(c) 2014	(d) 2013	
<b>2a</b> Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed . . . . .	47,504	9,832	27,130	27,333	111,799
<b>b</b> 85% of line 2a . . . . .	40,378	8,357	23,061	23,233	95,029
<b>c</b> Qualifying distributions from Part XII, line 4 for each year listed . . . . .	2,989,842	1,451,630	156,844	514,723	5,113,039
<b>d</b> Amounts included in line 2c not used directly for active conduct of exempt activities . . . . .	0	0	0	0	0
<b>e</b> Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c . . . . .	2,989,842	1,451,630	156,844	514,723	5,113,039
<b>3</b> Complete 3a, b, or c for the alternative test relied upon:					
<b>a</b> "Assets" alternative test—enter:					
<b>(1)</b> Value of all assets . . . . .					
<b>(2)</b> Value of assets qualifying under section 4942(j)(3)(B)(i) . . . . .					
<b>b</b> "Endowment" alternative test—enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed . . . . .	129,258	161,749	139,075	77,899	507,981
<b>c</b> "Support" alternative test—enter:					
<b>(1)</b> Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties) . . . . .					
<b>(2)</b> Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii) . . . . .					
<b>(3)</b> Largest amount of support from an exempt organization . . . . .					
<b>(4)</b> Gross investment income . . . . .					

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

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

None

- b** List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest.

None

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

Check here ☒ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc. (see 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 address of the person to whom applications should be addressed:

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

- c** Any submission deadlines:

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

**Part XV** Supplementary Information *(continued)*

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

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
<b>a</b> Paid during the year				
<b>Total</b> . . . . .			▶ <b>3a</b>	<b>0</b>
<b>b</b> Approved for future payment				
<b>Total</b> . . . . .			▶ <b>3b</b>	<b>0</b>

## Enter gross amounts unless otherwise indicated.

Enter gross amounts unless otherwise indicated.		Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See instructions.)
		(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1	Program service revenue					
a						
b						
c						
d						
e						
f						
g	Fees and contracts from government agencies					
2	Membership dues and assessments . . . . .					
3	Interest on savings and temporary cash investments					
4	Dividends and interest from securities . . . . .					
5	Net rental income or (loss) from real estate:					
a	Debt-financed property . . . . .					
b	Not debt-financed property . . . . .					
6	Net rental income or (loss) from personal property					
7	Other investment income . . . . .					
8	Gain or (loss) from sales of assets other than inventory					
9	Net income or (loss) from special events . . . . .					
10	Gross profit or (loss) from sales of inventory . . . . .					
11	Other revenue: a					
b						
c						
d						
e						
12	Subtotal. Add columns (b), (d), and (e) . . . . .					
13	Total. Add line 12, columns (b), (d), and (e) . . . . .					

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

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes). (See instructions.)
---------------	---

[illegible]

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

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

[illegible]

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

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

**Sign  
Here**

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

Signature of officer or trustee

10-23-17  
Date

President  
Title

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

**Paid  
Preparer  
Use Only**

Print/Type preparer's name \_\_\_\_\_

Preparer's signature

Date \_\_\_\_\_

Check ☐ if self-employed

PTIN

Firm's name ▶

Firm's EIN ►

Firm's address ►

Phone no.

**The Babinski Foundation**  
**Form 990-PF**  
**Part I**

**27-3112628**

Column a Column b Column c Column d

**Part I, Line 1 Contributions, gifts, grants, etc., received**

Donald S. Babinski 2007 Revocable Trust	1,662,846
Babinski Properties, LLC	110,000
Total	<u><u>1,772,846</u></u>

**The Babinski Foundation**  
**Form 990-PF**  
**Part I**

**27-3112628**

**Column a Column b Column c Column d**

**Part I, Line 10c Gross profit or (loss)**

***Clothing, Micro Chips and Pet Supplies and Accessories***

Gross Sales

Cost of Goods Sold

8,018

8,018

**Gross Profit or (Loss)**

(8,018)

0

(8,018)

0

Inventory bought for resale - cash basis.

Note: During 2016 The Babinski Foundation was in the process of stocking up on items to be sold to the public. No sales were made until 2017.



The Babinski Foundation  
Form 990-PF  
Part I

27-3112628

Column a Column b Column c Column d

**Part I, Line 11 Other Income**

*Net Income from Investments in S Corporations*

Signature Bancshares, Inc	22,645	22,906	22,645	
<b>Total</b>	<u>22,645</u>	<u>22,906</u>	<u>22,645</u>	<u>0</u>

**The Babinski Foundation**  
**Form 990-PF**  
**Part I**

**27-3112628**

**Column a Column b Column c Column d**

**Part I, Line 16a Legal Fees**

***Preparation of lease agreements***

Merrigan, Brandt, Ostenso & Cambre, PA  
Maslon LLP

892 892  
1688 1688

***Minutes for Board of Directors***

Merrigan, Brandt, Ostenso & Cambre, PA

199 199

***Secretary of State Filing***

Merrigan, Brandt, Ostenso & Cambre, PA

198 198

**Total**

**2,977 2,580 0 397**

**The Babinski Foundation**  
**Form 990-PF**  
**Part I**

**27-3112628**

**Column a** **Column b** **Column c** **Column d**

**Part I, Line 16c Other Professional Fees**

*Professional resources and advice acquired to assist in the preparation of Form 990-PF tax return.*

Thomson Reuters	289		289
JAWCO, LLC	4,645		4,645
<b><i>Consulting services</i></b>			
Crosslake Veterinary Hospital	19,383		19,383
<b>Total</b>	<b>24,317</b>	<b>0</b>	<b>0</b>
	<b>24,317</b>	<b>0</b>	<b>24,317</b>

**The Babinski Foundation**  
**Form 990-PF**  
**Part I, Line 19 Depreciation**

**27-31126258**

Purchase Date	DESCRIPTION	BASIS	LIFEMETHOI	ACCM DEPN 12/31/2015	DEPN EXPENSE 2016	ACCM DEPN 12/31/2016
7/11/2012	Jacobsen Mower	11,000.00	7 SL	5,500.00	1,571.43	7,071.43
7/26/2012	Office Furniture	5,137.03	7 SL	2,568.51	733.86	3,302.37
8/13/2013	Computer & Office 365	483.16	5 SL	241.58	96.63	338.21
11/22/2013	Land (2825 76th St. SW / Pequot Lakes MN)	465,582.94				
11/25/2014	Utilities to 2825 76th St. SW / Pequot Lakes, MN	1,982.00	20 SL	148.65	99.10	247.75
3/15/2015	Computer	622.75	5 SL	62.28	124.55	186.83
6/4/2015	Survey for boundries	1,373.37				
12/2/2015	Construction Trailer	4,000.00	6 SL	333.33	666.67	1,000.00
5/11/2016	Forklift	38,655.00	12 SL		402.66	402.66
10/1/2016	Septic at 2825 76th St. SW / Pequot Lakes MN	32,610.00	20 SL		203.81	203.81
10/1/2016	3-Phase Power Line Extension	36,940.00	20 SL		230.88	230.88
10/1/2016	Landscaping	671.25	20 SL		4.20	4.20
10/1/2016	Parking lot lights	27,056.54	20 SL		169.10	169.10
10/1/2016	2 Wells	25,079.50	20 SL		156.75	156.75
10/1/2016	30,000 gal LP tank	40,000.00	12 SL		416.67	416.67
11/14/2016	Fencing	12,796.70	20 SL		79.98	79.98
11/28/2016	Telehandler	16,472.19	6 SL		343.17	343.17
12/16/2016	Sidewalks	12,950.00	20 SL		80.94	80.94
12/19/2016	ProLine 84" Hydraulic Power Broom	4,950.00	12 SL		51.56	51.56
12/30/2016	Building	2,852,670.29	40 SL		2,971.53	2,971.53
12/30/2016	Storage Shed	63,073.78	40 SL		65.70	65.70
12/30/2016	Flip Clay & Sand	186,545.52				
12/30/2016	Dishwasher (2)	39,534.13	12 SL		411.81	411.81
12/30/2016	Phase 1 Office Furniture-Cabinets, Desk & Tables	35,433.03	10 SL		442.91	442.91
12/30/2016	Reception Furniture	3,200.13	10 SL		40.00	40.00
12/30/2016	Workstations (20 Units)	10,944.95	10 SL		136.81	136.81
12/30/2016	Monitors for Workstations & Kiosks (24 Units)	2,913.30	5 SL		72.83	72.83
12/30/2016	Reception Kiosk (2 Units)	303.98	5 SL		7.60	7.60
12/30/2016	Networking	295.40	5 SL		7.39	7.39
12/30/2016	Volunteer Coordinator's Printer DCPL25	107.86	5 SL		2.70	2.70
12/30/2016	Execuative Director's Printer DCPL25	107.86	5 SL		2.70	2.70
12/30/2016	Veterinarian's Office Printer HLL23	172.59	5 SL		4.31	4.31
12/30/2016	Kennel Manager's Printer HL-L23	97.08	5 SL		2.43	2.43
12/30/2016	Surgery Center's Printer	302.04	5 SL		7.55	7.55
12/30/2016	Workstation Printer	388.34	5 SL		9.71	9.71
12/30/2016	X-ray table, power supply, collimator	17,450.00	5 SL		436.25	436.25
12/30/2016	X-ray CR system, workstation, image plates and accessories	27,750.00	5 SL		693.75	693.75
12/30/2016	Dental X-ray	4,774.80	5 SL		119.37	119.37
12/30/2016	Digital Dental X-ray sensor	8,645.20	5 SL		216.13	216.13
12/30/2016	Ultrasound	24,500.00	5 SL		612.50	612.50
12/30/2016	Celing Mounted Anesthesia Pumps (2)	2,523.79	5 SL		63.09	63.09
12/30/2016	Foot Pumps for Surgery Sinks (2 Units)	339.61	5 SL		8.49	8.49
12/30/2016	Walk On Scale (Dog)	890.13	5 SL		22.25	22.25
12/30/2016	Ultraclave Midmark/Instrument Steralizer	4,827.90	5 SL		120.70	120.70
12/30/2016	Refractometer	125.62	5 SL		3.14	3.14
12/30/2016	Grooming Supplies (Clippers, Brushes, etc..)	780.17	5 SL		19.50	19.50
12/30/2016	Thermometer	254.90	5 SL		6.37	6.37
12/30/2016	Laryngoscopy	144.96	5 SL		3.62	3.62
12/30/2016	Anesthesia Monitor Touch Bp/SP02 w/ Printer & Stand	5,707.86	5 SL		142.70	142.70
12/30/2016	Midmark Casework/Cabinets	85,192.40	10 SL		1,064.91	1,064.91
12/30/2016	Surgical Lights	13,053.57	5 SL		326.34	326.34
12/30/2016	Heat Pad	842.53	5 SL		21.06	21.06

**The Babinski Foundation**  
**Form 990-PF**  
**Part I, Line 19 Depreciation**

27-31126258

Purchase Date	DESCRIPTION	BASIS	LIFEMETHOI	ACCM DEPN 12/31/2015	DEPN EXPENSE 2016	ACCM DEPN 12/31/2016
12/30/2016	PowerSpin Centrifuge	1,449.44	5 SL		36.24	36.24
12/30/2016	Otoscope	813.37	5 SL		20.33	20.33
12/30/2016	Infusion Pump	3,249.55	5 SL		81.24	81.24
12/30/2016	IV Pump	1,211.64	5 SL		30.29	30.29
12/30/2016	Ocular	74.83	5 SL		1.87	1.87
12/30/2016	Xray Pet Positioner Set	218.63	5 SL		5.47	5.47
12/30/2016	Olympus CH30 Microscope	850.00	5 SL		21.25	21.25
12/30/2016	IV Stand 2 Hook 4 Leg	299.57	5 SL		7.49	7.49
12/30/2016	Spay Packs (Feline and Canine, 5 total)	3,601.05	5 SL		90.03	90.03
12/30/2016	Stethoscopes (4)	497.58	5 SL		12.44	12.44
12/30/2016	Double Cage Dryer	697.93	12 SL		7.27	7.27
12/30/2016	Anesthesia Machine (2)	5,478.39	5 SL		136.96	136.96
12/30/2016	Faucet, drain, Tub and grooming Table	10,094.25	12 SL		105.15	105.15
12/30/2016	Dog Intake Table with scale	7,081.08	5 SL		177.03	177.03
12/30/2016	CVC Machine	23,068.60	5 SL		576.72	576.72
12/30/2016	Chemistry Machine	9,755.38	5 SL		243.88	243.88
12/30/2016	Uranalysis Machine	21,717.16	5 SL		542.93	542.93
12/30/2016	Lab Workstation	1,637.57	10 SL		20.47	20.47
12/30/2016	Lab Networking and Accessories	439.65	5 SL		10.99	10.99
12/30/2016	Dental Machine (Vetpro)	7,088.47	5 SL		177.21	177.21
12/30/2016	Dental Equipment	221.45	5 SL		5.54	5.54
12/30/2016	Masimo Rad-57 Hand Held	632.91	5 SL		15.82	15.82
12/30/2016	Portable Digital Scale	417.31	5 SL		10.43	10.43
12/30/2016	Mobile Prep Table	1,057.63	5 SL		26.44	26.44
12/30/2016	Surgery TableS (2)	4,307.90	5 SL		107.70	107.70
12/30/2016	3" Height Extension Surgery Table AdaptorS (2)	358.60	5 SL		8.97	8.97
12/30/2016	Ergonomic Laboratory Chairs (3)	1,014.69	10 SL		12.68	12.68
12/30/2016	Muzzles (5)	99.62	12 SL		1.04	1.04
12/30/2016	Sink Scrub Mat	293.13	12 SL		3.05	3.05
12/30/2016	Cages for Dogs & Cats	509,498.47	12 SL		5,307.28	5,307.28
	Propane Vaporizor Shed (Not in service @ 12/31/16)	1,362.44	40 SL			
	Surveillance System and Security System (Not in Service @ 12/31/16)	20,994.75	12 SL			
	Pressure Washer for Main Building (Not in Service @ 12/31/16)	8,590.67	12 SL			
	Pressure Washer Piping for Main Building (Not in Service @ 12/31/16)	12,020.22	40 SL			
	Pressure Washer Carts (Not in Service @ 12/31/16)	2,071.09	12 SL			
	Pressure Washer Jetter Cart (Not in Service @ 12/31/16)	674.76	12 SL			
	Pressure Washer for Shed (Not in Service @ 12/31/16)	6,483.01	12 SL			
	Pressure Washer Accessories for Shed (Not in Service @ 12/31/16)	2,552.90	12 SL			
	Pressure Washer Piping for Shed (Not in Service @ 12/31/16)	2,837.49	40 SL			
	Phase 2 Office Furniture-Cabinets, Desk & Tables (Not in Service @ 12/31/16)	20,000.00	10 SL			
	Cages (Not in service @ 12/31/16)	40,425.04	12 SL			
	<b>TOTAL ASSETS FOR ANIMAL SHELTER</b>	<b>4,867,494.37</b>		<b>8,854.35</b>	<b>21,302.32</b>	<b>30,156.67</b>

3/4/2011	Land	72,000.00				
3/4/2011	Buildings (Leased)	340,785.60	39 SL	41,870.02	8,738.09	50,608.11
3/4/2011	Building (Leased)	340,785.60	39 SL	41,870.02	8,738.09	50,608.11
3/4/2011	Storage Building	50,000.00	39 SL	6,143.16	1,282.05	7,425.21
6/20/2011	Parking Lot for South Building	20,750.00	20 SL	4,668.75	1,037.50	5,706.25
6/20/2011	Parking Lot for North Building	20,750.00	20 SL	4,668.75	1,037.50	5,706.25
10/24/2011	Fence	7,280.00	20 SL	1,638.00	364.00	2,002.00
10/31/2011	Boilers installed in North Building	38,252.00	39 SL	4,127.62	980.82	5,108.44

**The Babinski Foundation**  
**Form 990-PF**  
**Part I, Line 19 Depreciation**

**27-31126258**

<b>Purchase Date</b>	<b>DESCRIPTION</b>	<b>BASIS</b>	<b>LIFEMETHOI</b>	<b>ACCM DEPN 12/31/2015</b>	<b>DEPN EXPENSE 2016</b>	<b>ACCM DEPN 12/31/2016</b>
3/15/2012	Additional Boiler Costs	4,888.29	39 SL	475.25	125.34	600.59
8/15/2012	Building (Cross Walk)	8,265.17	39 SL	715.26	211.93	927.19
9/15/2012	Office/Apt Addition	15,117.77	39 SL	1,275.98	387.64	1,663.62
3/1/2013	Additional Building Costs (Cross walk)	359.98	39 SL	25.77	9.23	35.00
3/15/2013	Carpet	468.43	7 SL	167.30	66.92	234.22
7/15/2013	Sign	359.71	7 SL	128.47	51.39	179.86
8/12/2013	Additional Building Costs (Cross walk)	2,178.00	39 SL	132.64	55.85	188.49
4/24/2014	Tile	5,924.19	39 SL	259.50	151.90	411.40
5/5/2014	Tear out 5" floor and repour and install drain	4,950.00	39 SL	206.25	126.92	333.17
12/1/2015	Move Storag Shed & Improvements	156,771.48	39 SL	167.49	4,019.78	4,187.27
6/30/2016	Gravel and concrete around storage building	8,101.34	20 SL		202.53	202.53
<b>TOTAL INVESTMENT ASSETS</b>		<b>1,097,987.56</b>		<b>108,540.23</b>	<b>27,587.48</b>	<b>136,127.71</b>
<b>TOTALS</b>		<b>5,965,481.93</b>		<b>117,394.58</b>	<b>48,889.80</b>	<b>166,284.38</b>

SL - STRAIGHT LINE DEPRECIATION

<b>Line 19 Depreciation Column a</b>	<b>48,890</b>
<b>Line 19 Depreciation Column b</b>	<b>27,587</b>
<b>Line 19 Depreciation Column c</b>	<b>27,587</b>

**The Babinski Foundation**  
**Form 990-PF**  
**Part I**

**27-3112628**

**Column a Column b Column c Column d**

**Part I, Line 23 Other Expenses**

Bank Charges	86	14	14	72
Excise tax on investments	4,409			
Food and supplies for Animals	9,708			9,708
Licenses & Permits	40			40
Office Supplies	7,434			7,434
Postage	22			22
Website	96			96
Dues & Memberships	210			210
<b>Total</b>	<b>22,005</b>	<b>14</b>	<b>14</b>	<b>17,582</b>

**The Babinski Foundation**  
**Form 990-PF**  
**Part II**

**27-3112628**

**Part II, Line 10b Investments-corporate stock**

166,667 shares common stock of Signature Bancshares, Inc.  
Stock was donated (listed at cost)

380,377



**The Babinski Foundation**  
**Form 990-PF**  
**Part II**

**27-3112628**

**Part II, Line 10c Investments-corporate bonds**

Signature Bancshares, Inc Subordinated Debenture Bond

500,000

Bond was donated (listed at cost which equaled face value at time of donation)

DESCRIPTION	BASIS	ACCM DEPN 12/31/2016	BOOK VALUE 12/31/2016
<b>Part II, Line 11 Investments</b>			
Land currently not used for Animal Shelter	72,000.00		72,000.00
North Building (Leased)	340,785.60	50,608.11	290,177.49
South Building (Leased)	340,785.60	50,608.11	290,177.49
Carpet	468.43	234.22	234.21
Storage Building	50,000.00	7,425.21	42,574.79
Parking Lot for South Building	20,750.00	5,706.25	15,043.75
Parking Lot for North Building	20,750.00	5,706.25	15,043.75
Fence	7,280.00	2,002.00	5,278.00
Boilers installed in North Building	38,252.00	5,108.44	33,143.56
Additional Boiler Costs	4,888.29	600.59	4,287.70
Building	10,803.15	1,150.68	9,652.47
Office/Apt Addition	15,117.77	1,663.62	13,454.15
Sign	359.71	179.86	179.85
Tile	5,924.19	411.40	5,512.79
Tear out 5" floor and repour and install drain	4,950.00	333.17	4,616.83
Move storage shed and Improvements	156,771.48	4,187.27	152,584.21
Gravel and concrete around storage building	8,101.34	202.53	7,898.81
<b>TOTAL INVESTMENT ASSETS</b>	<b>1,097,987.56</b>	<b>136,127.71</b>	<b>961,859.85</b>

**Part II, Line 14 Land, buildings, and equipment**

Land (2825 76th St. SW/ Pequot Lakes MN)	466,956.31		466,956.31
Jacobsen Mower	11,000.00	7,071.43	3,928.57
Office Furniture	5,137.03	3,302.37	1,834.66
Computer & Office 365	483.16	338.21	144.95
Utilities to 2825 76th St. SW / Pequot Lakes, MN	1,982.00	247.75	1,734.25
Computer	622.75	186.83	435.92
Construction Trailer	4,000.00	1,000.00	3,000.00
Forklift	38,655.00	402.66	38,252.34
Septic at 2825 76th St. SW / Pequot Lakes MN	32,610.00	203.81	32,406.19
3-Phase Power Line Extension	36,940.00	230.88	36,709.12
Landscaping	671.25	4.20	667.05
Parking lot lights	27,056.54	169.10	26,887.44
2 Wells	25,079.50	156.75	24,922.75
30,000 gal LP tank	40,000.00	416.67	39,583.33
Fencing	12,796.70	79.98	12,716.72
Telehandler	16,472.19	343.17	16,129.02
Sidewalks	12,950.00	80.94	12,869.06
ProLine 84" Hydraulic Power Broom	4,950.00	51.56	4,898.44
Building	2,852,670.29	2,971.53	2,849,698.76
Storage Shed	63,073.78	65.70	63,008.08
Flip Clay & Sand	186,545.52		186,545.52
Dishwasher (2)	39,534.13	411.81	39,122.32
Phase 1 Office Furniture-Cabinets, Desk & Tables	35,433.03	442.91	34,990.12

## Form 990-PF

## Part II, Line 11 and 14

DESCRIPTION	BASIS	ACCM DEPN 12/31/2016	BOOK VALUE 12/31/2016
Reception Furniture	3,200.13	40.00	3,160.13
Workstations (20 Units)	10,944.95	136.81	10,808.14
Monitors for Workstations & Kiosks (24 Units)	2,913.30	72.83	2,840.47
Reception Kiosk (2 Units)	303.98	7.60	296.38
Networking	295.40	7.39	288.01
Volunteer Coordinator's Printer DCPL25	107.86	2.70	105.16
Execuative Director's Printer DCPL25	107.86	2.70	105.16
Veterinarian's Office Printer HLL23	172.59	4.31	168.28
Kennel Manager's Printer HL-L23	97.08	2.43	94.65
Surgery Center's Printer	302.04	7.55	294.49
Workstation Printer	388.34	9.71	378.63
X-ray table, power supply, collimator	17,450.00	436.25	17,013.75
X-ray CR system, workstation, image plates and accessories	27,750.00	693.75	27,056.25
Dental X-ray	4,774.80	119.37	4,655.43
Digital Dental X-ray sensor	8,645.20	216.13	8,429.07
Ultrasound	24,500.00	612.50	23,887.50
Celing-Mounted-Anesthesia-Pumps-(2)	2,523.79	63.09	2,460.70
Foot Pumps for Surgery Sinks (2 Units)	339.61	8.49	331.12
Walk On Scale (Dog)	890.13	22.25	867.88
Ultraclave Midmark/Instrument Steralizer	4,827.90	120.70	4,707.20
Refractometer	125.62	3.14	122.48
Grooming Supplies (Clippers, Brushes, etc. )	780.17	19.50	760.67
Thermometer	254.90	6.37	248.53
Laryngoscopy	144.96	3.62	141.34
Anesthesia Monitor Touch Bp/SP02 w/ Printer & Stand	5,707.86	142.70	5,565.16
Midmark Casework/Cabinets	85,192.40	1,064.91	84,127.49
Surgical Lights	13,053.57	326.34	12,727.23
Heat Pad	842.53	21.06	821.47
PowerSpin Centrifuge	1,449.44	36.24	1,413.20
Otoscope	813.37	20.33	793.04
Infusion Pump	3,249.55	81.24	3,168.31
IV Pump	1,211.64	30.29	1,181.35
Ocular	74.83	1.87	72.96
Xray Pet Positioner Set	218.63	5.47	213.16
Olympus CH30 Microscope	850.00	21.25	828.75
IV Stand 2 Hook 4 Leg	299.57	7.49	292.08
Spay Packs (Feline and Canine, 5 total)	3,601.05	90.03	3,511.02
Stethoscopes (4)	497.58	12.44	485.14
Double Cage Dryer	697.93	7.27	690.66
Anesthesia Machine (2)	5,478.39	136.96	5,341.43
Faucet, drain, Tub and grooming Table	10,094.25	105.15	9,989.10
Dog Intake Table with scale	7,081.08	177.03	6,904.05
CVC Machine	23,068.60	576.72	22,491.88
Chemistry Machine	9,755.38	243.88	9,511.50
Uranalysis Machine	21,717.16	542.93	21,174.23
Lab Workstation	1,637.57	20.47	1,617.10
Lab Networking and Accessories	439.65	10.99	428.66
Dental Machine (Vetpro)	7,088.47	177.21	6,911.26
Dental Equipment	221.45	5.54	215.91

## Form 990-PF

## Part II, Line 11 and 14

DESCRIPTION	BASIS	ACCM	BOOK
		DEPN 12/31/2016	VALUE 12/31/2016
Masimo Rad-57 Hand Held	632.91	15.82	617.09
Portable Digital Scale	417.31	10.43	406.88
Mobile Prep Table	1,057.63	26.44	1,031.19
Surgery TableS (2)	4,307.90	107.70	4,200.20
3" Height Extension Surgery Table AdaptorS (2)	358.60	8.97	349.63
Ergonomic Laboratory Chairs (3)	1,014.69	12.68	1,002.01
Muzzles (5)	99.62	1.04	98.58
Sink Scrub Mat	293.13	3.05	290.08
Cages for Dogs & Cats	509,498.47	5,307.28	504,191.19
Propane Vaporizor Shed (Not in service @ 12/31/16)	1,362.44		1,362.44
Surveillance System and Security System (Not in Service @ 12/31/16)	20,994.75		20,994.75
Pressure Washer for Main Building (Not in Service @ 12/31/16)	8,590.67		8,590.67
Pressure Washer Piping for Main Building (Not in Service@ 12/31/16)	12,020.22		12,020.22
Pressure Washer Carts (Not in Service @ 12/31/16)	2,071.09		2,071.09
Pressure Washer Jetter Cart (Not in Service @ 12/31/16)	674.76		674.76
Pressure Washer for Shed (Not in Service @ 12/31/16)	6,483.01		6,483.01
Pressure Washer Accessories for Shed (Not in Service @ 12/31/16)	2,552.90		2,552.90
Pressure Washer Piping for Shed (Not in Service @ 12/31/16)	2,837.49		2,837.49
Phase 2 Office Furniture-Cabinets, Desk & Tables (Not in Service @ 12/31/16)	20,000.00		20,000.00
Cages (Not in service @ 12/31/16)	40,425.04		40,425.04
<b>TOTAL ASSETS FOR ANIMAL SHELTER</b>	<b>4,867,494.37</b>	<b>30,156.67</b>	<b>4,837,337.70</b>

**Part VII-A, Line 10 Name and addresses of substantial contributors**

**Names**

**Addresses**

Donald S. Babinski 2007 Revocable Trust

2520 W. 8th St., Ste 1  
Sioux Falls, SD 57104

Babinski Properties, LLC

2520 W. 8th St., Ste 1  
Sioux Falls, SD 57104

**Schedule B**(Form 990, 990-EZ,  
or 990-PF)Department of the Treasury  
Internal Revenue Service**Schedule of Contributors**

OMB No 1545-0047

**2016**

▶ Attach to Form 990, Form 990-EZ, or Form 990-PF.

▶ Information about Schedule B (Form 990, 990-EZ, or 990-PF) and its instructions is at [www.irs.gov/form990](http://www.irs.gov/form990).**Name of the organization**

The Babinski Foundation

**Employer identification number**

27-3112628

**Organization type** (check one):**Filers of:****Section:**

Form 990 or 990-EZ

☐ 501(c)( ) (enter number) organization☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation☐ 527 political organization

Form 990-PF

☒ 501(c)(3) exempt private foundation☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation☐ 501(c)(3) taxable private foundationCheck if your organization is covered by the **General Rule** or a **Special Rule**.**Note:** Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.**General Rule**

- ☒ For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, contributions totaling \$5,000 or more (in money or property) from any one contributor. Complete Parts I and II. See instructions for determining a contributor's total contributions.

**Special Rules**

- ☐ For an organization described in section 501(c)(3) filing Form 990 or 990-EZ that met the 33 $\frac{1}{3}$ % support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), that checked Schedule A (Form 990 or 990-EZ), Part II, line 13, 16a, or 16b, and that received from any one contributor, during the year, total contributions of the greater of **(1)** \$5,000 or **(2)** 2% of the amount on (i) Form 990, Part VIII, line 1h, or (ii) Form 990-EZ, line 1. Complete Parts I and II.
- ☐ For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than \$1,000 *exclusively* for religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals. Complete Parts I, II, and III.
- ☐ For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions *exclusively* for religious, charitable, etc., purposes, but no such contributions totaled more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Don't complete any of the parts unless the **General Rule** applies to this organization because it received *nonexclusively* religious, charitable, etc., contributions totaling \$5,000 or more during the year . . . . . ▶ \$ .....

**Caution:** An organization that isn't covered by the General Rule and/or the Special Rules doesn't file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2, of its Form 990; or check the box on line H of its Form 990-EZ or on its Form 990-PF, Part I, line 2, to certify that it doesn't meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

Name of organization	Employer identification number
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**Part I Contributors** (See instructions). Use duplicate copies of Part I if additional space is needed.

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	Donald S. Babinski 2007 Revocable Trust 2520 W. 8th Street, Ste 1 Sioux Falls, SD 57104	\$ 1,292,164	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
2	Donald S. Babinski 2007 Revocable Trust 2520 W. 8th St., Ste 1 Sioux Falls, SD 57104	\$ 370,682	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input checked="" type="checkbox"/> (Complete Part II for noncash contributions.)
3	Babinski Properties, LLC 2520 W. 8th St., Ste 1 Sioux Falls, SD 57104	\$ 110,000	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)

**Part II** **Noncash Property** (See instructions). Use duplicate copies of Part II if additional space is needed.

Schedule B (Form 990, 990-EZ, or 990-PF) (2016)



Name of organization The Babinski Foundation	Employer identification number 27-3112628
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**Part III** Exclusively religious, charitable, etc., contributions to organizations described in section 501(c)(7), (8), or (10) that total more than \$1,000 for the year from any one contributor. Complete columns (a) through (e) and the following line entry. For organizations completing Part III, enter the total of exclusively religious, charitable, etc., contributions of \$1,000 or less for the year. (Enter this information once. See instructions.) ► \$ \_\_\_\_\_

Use duplicate copies of Part III if additional space is needed.

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
-----	----- ----- -----	----- ----- -----	----- ----- -----
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
----- ----- -----		----- ----- -----	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
-----	----- ----- -----	----- ----- -----	----- ----- -----
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
----- ----- -----		----- ----- -----	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
-----	----- ----- -----	----- ----- -----	----- ----- -----
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
----- ----- -----		----- ----- -----	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
-----	----- ----- -----	----- ----- -----	----- ----- -----
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
----- ----- -----		----- ----- -----	