

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

2009

Department of the Treasury
 Internal Revenue Service (77)

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

For calendar year 2009, or tax year beginning , and ending

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

Use the IRS label. Otherwise, print or type. See Specific Instructions.

Name of foundation
BEN & VERNA CARSON SCHOLARSHIP FUND
 Number and street (or P O box number if mail is not delivered to street address) Room/suite
%FRANSEN BANK & TRUST; 100 N. MINNESOTA ST.
 City or town, state, and ZIP code
NEW ULM MN 56073

A Employer identification number
 87-6257731
B Telephone number (see page 10 of the instructions)
 (507)233-4800

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

C If exemption application is pending, check here
D 1. Foreign organizations, check here
 2. Foreign organizations meeting the 85% test, check here and attach computation
E If private foundation status was terminated under section 507(b)(1)(A), check here
F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here

I Fair market value of all assets at end of year (from Part II, col. (c), line 16) **\$ 208,224**
J Accounting method: Cash Accrual Other (specify) _____
 (Part I, column (d) must be on cash basis)

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 page 11 of the instructions))

	(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 (attach schedule)				
2 Check <input type="checkbox"/> if the foundation is not required to attach Sch B				
3 Interest on savings and temporary cash investments				
4 Dividends and interest from securities	5,918	5,918	-	
5 a Gross rents				
b Net rental income or (loss)				
6 a Net gain or (loss) from sale of assets not on line 10	52			
b Gross sales price for all assets on line 6a	52			
7 Capital gain net income (from Part IV, line 2)		52		
8 Net short-term capital gain				
9 Income modifications				
10 a Gross sales less returns and allowances				
b Less. Cost of goods sold				
c Gross profit or (loss) (attach schedule)				
11 Other income (attach schedule)				
12 Total. Add lines 1 through 11	5,970	5,970	-	
13 Compensation of officers, directors, trustees, etc.	1,948	1,948	-	
14 Other employee salaries and wages				
15 Pension plans, employee benefits				
16 a Legal fees (attach schedule)				
b Accounting fees (attach schedule) (-TAX PREP-)	190	190	-	
c Other professional fees (attach schedule)				
17 Interest				
18 Taxes (attach schedule) (-CHAPTER 42 TAX-)	30			
19 Depreciation (attach schedule) and depletion				
20 Occupancy				
21 Travel, conferences, and meetings				
22 Printing and publications				
23 Other expenses (-FILING FEES & MEALS-)	181	181	-	
24 Total operating and administrative expenses. Add lines 13 through 23	2,349	2,319	-	
25 Contributions, gifts, grants paid	14,000			14,000
26 Total expenses and disbursements. Add lines 24 and 25	16,349	2,319	-	14,000
27 Subtract line 26 from line 12:				
a Excess of revenue over expenses and disbursements	-10,379			
b Net investment income (if negative, enter -0-)		3,651		
c Adjusted net income (if negative, enter -0-)				

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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			
	2 Savings and temporary cash investments-PLUS MUTUAL FUNDS-	218,603	208,224	208,224
	3 Accounts receivable ▶			
	Less: allowance for doubtful accounts ▶			
	4 Pledges receivable ▶			
	Less: allowance for doubtful accounts ▶			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 15 of the instructions)			
	7 Other notes and loans receivable (attach schedule) ▶			
	Less allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10 a Investments—U S and state government obligations (attach schedule)			
	b Investments—corporate stock (attach schedule)			
	c Investments—corporate bonds (attach schedule)			
	11 Investments—land, buildings, and equipment basis ▶			
Less accumulated depreciation (attach schedule) ▶				
12 Investments—mortgage loans				
13 Investments—other (attach schedule)				
14 Land, buildings, and equipment: basis ▶				
Less accumulated depreciation (attach schedule) ▶				
15 Other assets (describe ▶))				
16 Total assets (to be completed by all filers—see the instructions. Also, see page 1, item I)	218,603	208,224	208,224	
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe ▶))			
23 Total liabilities (add lines 17 through 22)				
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. ▶ <input type="checkbox"/>			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. ▶ <input checked="" type="checkbox"/>			
	27 Capital stock, trust principal, or current funds	218,603	208,224	
	28 Paid-in or capital surplus, or land, bldg, and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds			
30 Total net assets or fund balances (see page 17 of the instructions)	218,603	208,224		
31 Total liabilities and net assets/fund balances (see page 17 of the instructions)	218,603	208,224		

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	218,603
2 Enter amount from Part I, line 27a	2	-10,379
3 Other increases not included in line 2 (itemize) ▶	3	0
4 Add lines 1, 2, and 3	4	208,224
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	208,224

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 CAPITAL GAIN DIVIDENDS-VARIOUS FUNDS		P	VARIOUS	VARIOUS
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 52	-	-	52	
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) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any		
a				
b				
c				
d				
e				
2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 { If (loss), enter -0- in Part I, line 7			2	52
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 pages 13 and 17 of the 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.

1 Enter the appropriate amount in each column for each year; see page 18 of 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))
2008	14,970	224,471	0.066690
2007	12,500	231,253	0.054053
2006	14,877	230,374	0.064578
2005	9,000	229,348	0.039242
2004	13,500	230,731	0.058510
2 Total of line 1, column (d)			2 0.283073
3 Average distribution ratio for the 5-year base period—divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years			3 0.056615
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5			4 210,213
5 Multiply line 4 by line 3			5 11,901
6 Enter 1% of net investment income (1% of Part I, line 27b)			6 37
7 Add lines 5 and 6			7 11,938
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 on page 18.			8 14,000

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948—see page 18 of the instructions)

Table with 11 rows for excise tax calculations. Includes fields for exempt foundations, tax under section 511, add lines 1 and 2, subtitle A tax, tax based on investment income, credits/payments (6a-6d), total credits, penalty, tax due, overpayment, and amount to be credited or refunded.

Part VII-A Statements Regarding Activities

Table with 10 rows for activity statements. Includes questions about influencing legislation, political expenditures, Form 1120-POL filing, reimbursement, IRS reporting, unrelated business income, liquidation, requirements of section 508(e), states reported to, private operating foundation status, and substantial contributors.

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 page 20 of the instructions)	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	
Website address ▶ NONE ----->				
14	The books are in care of ▶ FRANDSEN BANK & TRUST COMPANY Telephone no. ▶ (507) 233-4800			
Located at ▶ 100 NORTH MINNESOTA, NEW ULM, MN ZIP+4 ▶ 56073				
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041—Check here ▶ <input checked="" type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year ▶ 15			

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 page 20 of the instructions)? <input type="checkbox"/> Organizations relying on a current notice regarding disaster assistance check here ▶ <input type="checkbox"/>	1b	N/A
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 2009?	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 2009, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2009? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," list the years ▶ 20____, 20____, 20____, 20____		
b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement—see page 20 of the instructions.)	2b	N/A
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 2009 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 2009.)	3b	N/A
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	X
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2009?	4b	X

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

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

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? Yes No

(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? Yes No

(3) Provide a grant to an individual for travel, study, or other similar purposes? Yes No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see page 22 of the 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 page 22 of the instructions)? Yes No
 Organizations relying on a current notice regarding disaster assistance check here

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? Yes No
 If "Yes," attach the statement required by Regulations section 53.4945–5(d). N/A

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? Yes No

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

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

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

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

1 List all officers, directors, trustees, foundation managers and their compensation (see page 22 of the instructions).

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
FRANSEN BANK & TRUST COMPANY 100 N MINNESOTA NEW ULM MN 56073	TRUSTEE 3 HOURS	1,948	0	0

2 Compensation of five highest-paid employees (other than those included on line 1—see page 23 of the instructions). If none, enter "NONE."

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

Total number of other employees paid over \$50,000 Yes No 0

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

3 Five highest-paid independent contractors for professional services (see page 23 of the instructions). If none, enter "NONE."

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

Total number of others receiving over \$50,000 for professional services 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 NONE	
2	
3	
4	

Part IX-B Summary of Program-Related Investments (see page 24 of the instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 NONE	
2	
3 All other program-related investments. See page 24 of the instructions	
Total. Add lines 1 through 3	0 0

Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see page 24 of the instructions.)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	
b	Average of monthly cash balances	1b	213,414
c	Fair market value of all other assets (see page 24 of the instructions)	1c	
d	Total (add lines 1a, b, and c)	1d	213,414
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	213,414
4	Cash deemed held for charitable activities. Enter 1½ % of line 3 (for greater amount, see page 25 of the instructions)	4	3,201
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	210,213
6	Minimum investment return. Enter 5% of line 5	6	10,511

Part XI Distributable Amount (see page 25 of the instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here and do not complete this part.)

1	Minimum investment return from Part X, line 6	1	10,511
2a	Tax on investment income for 2009 from Part VI, line 5	2a	37
b	Income tax for 2009 (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	37
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	10,474
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	10,474
6	Deduction from distributable amount (see page 25 of the instructions)	6	
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	10,474

Part XII Qualifying Distributions (see page 25 of the instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
a	Expenses, contributions, gifts, etc.—total from Part I, column (d), line 26	1a	14,000
b	Program-related investments—total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	14,000
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see page 26 of the instructions)	5	37
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	13,963

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 page 26 of the instructions)

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7				10,474
2 Undistributed income, if any, as of the end of 2009				
a Enter amount for 2008 only			0	
b Total for prior years: 20 ____, 20 ____, 20 ____		0		
3 Excess distributions carryover, if any, to 2009:				
a From 2004	0			
b From 2005	0			
c From 2006	0			
d From 2007	0			
e From 2008	12,761			
f Total of lines 3a through e	12,761			
4 Qualifying distributions for 2009 from Part XII, line 4: ▶ \$ 14,000				
a Applied to 2008, but not more than line 2a			0	
b Applied to undistributed income of prior years (Election required—see page 26 of the instructions)		0		
c Treated as distributions out of corpus (Election required—see page 26 of the instructions)				
d Applied to 2009 distributable amount				0
e Remaining amount distributed out of corpus	14,000			
5 Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a).)	10,474			10,474
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	16,287			
b Prior years' undistributed income. Subtract line 4b from line 2b		0		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d Subtract line 6c from line 6b. Taxable amount—see page 27 of the instructions		0		
e Undistributed income for 2008. Subtract line 4a from line 2a. Taxable amount—see page 27 of the instructions			0	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				0
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions)				
8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see page 27 of the instructions)	0			
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	16,287			
10 Analysis of line 9:				
a Excess from 2005	0			
b Excess from 2006	0			
c Excess from 2007	0			
d Excess from 2008	2,287			
e Excess from 2009	14,000			

Part XIV Private Operating Foundations (see page 27 of the instructions and Part VII-A, question 9)

N/A

N/A

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2009, enter the date of the ruling

N/A

b Check box to indicate whether the foundation is a private operating foundation described in section

4942(j)(3) or 4942(j)(5)

2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed

Table with 5 columns: (a) 2009, (b) 2008, (c) 2007, (d) 2006, (e) Total. Rows include 2b, 2c, 2d, 2e, 3a, 3b, 3c, 3d, 3e, 3f, 3g, 3h, 3i, 3j.

N/A

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 page 28 of the instructions.)

1 Information Regarding Foundation Managers:

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

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 page 28 of the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d.

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

FRANSEN BANK & TRUST COMPANY BOX 189 NEW ULM MN 56073 (507)233-4800

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

SEE ATTACHED APPLICATION FORM AND COPY OF THE WILL

c Any submission deadlines:

APRIL 16; ANNUAL BASIS

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

SEE COPY OF THE WILL ATTACHED (ARTICLE III)

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)				
a <i>Paid during the year</i> -SEE ATTACHED LIST-	NONE		EDUCATION	14,000
Total			▶ 3a	14,000
b <i>Approved for future payment</i>				
Total			▶ 3b	0

01/26/09	UNIVERSITY OF MINNESOTA TWIN CITIES SCHOLARSHIP AWARD FOR REED SALLSTROM CHECK NUMBER 78201	-1000.00
02/03/09	UNIVERSITY OF ST. THOMAS SCHOLARSHIP AWARD FOR ZACHARY THORSON CHECK NUMBER 78275	-500.00
08/11/09	UNIVERSITY OF WISCONSIN- RIVER FALLS SCHOLARSHIP AWARD FOR JENNA ROBERTSON ID : 3011589 CHECK NUMBER 79873	-500.00
08/11/09	MINNESOTA STATE UNIVERSITY MANKATO SCHOLARSHIP AWARD FOR KRISTI KALK ID: 00928182 CHECK NUMBER 79874	-500.00
08/13/09	UNIVERSITY OF MN- FISCAL OFFICE SCHOLARSHIP AWARD FOR MEGAN SJOSTROM ACCT ID: 3712792 CHECK NUMBER 79891	-500.00
08/13/09	STUDENT FINANCIAL AID OFFICE SCHOLARSHIP AWARD FOR RILEY P SCHREINER ACCT ID: 00911395 CHECK NUMBER 79892	-500.00
08/17/09	WINONA STATE UNIVERSITY SCHOLARSHIP AWARD FOR KACI KUSCIENKO ID: 00955421 CHECK NUMBER 79913	-1500.00
08/17/09	SOUTH DAKOTA STATE UNIVERSITY SCHOLARSHIP AWARD FOR ALEX JOSEPH BUSCH ID: 1879062	-500.00
08/10/09	WINONA STATE UNIVERSITY SCHOLARSHIP AWARD FOR ABBY BUSCH ID 00968897 CHECK NUMBER 79860	-1000.00
	CHECK NUMBER 79915	
08/17/09	UNIVERSITY OF MN- CROOKSTON SCHOLARSHIP AWARD FOR LINCOLN MESSNER STUDENT ID: 3348285 CHECK NUMBER 79916	-500.00
08/20/09	ST. CLOUD STATE UNIVERSITY SCHOLARSHIP AWARD FOR MARIA SCHNEISS STUDENT ID : 00664433 CHECK NUMBER 79931	-500.00
08/20/09	DAKOTA STATE UNIVERSITY SCHOLARSHIP AWARD FOR STEPHANIE KRUGGEL STUDENT ID : 1890847 CHECK NUMBER 79932	-500.00
08/21/09	WINONA STATE UNIVERSITY CASHIER'S OFFICE - MAXWELL HUB SCHOLARSHIP AWARD FOR LISA GITTER CUSTOMER #00971645 CHECK NUMBER 79934	-1000.00
08/26/09	UNIVERSITY OF MINNESOTA SCHOLARSHIP AWARD FOR TARA N. JACKSON CHECK NUMBER 79961	-500.00
09/11/09	UNIVERSITY OF MINNESOTA SCHOLARSHIP AWARD FOR VICTORIA L STOLL CHECK NUMBER 80111	-1000.00
09/15/09	UNIVERSITY OF MINNESOTA DULUTH SCHOLARSHIP AWARD FOR JADE HALVORSON CHECK NUMBER 80139	-1000.00
09/29/09	SOUTH CENTRAL COLLEGE SCHOLARSHIP AWARD FOR HEATHER STEINER STUDENT ID# 00154299 CHECK NUMBER 80244	-1000.00
09/29/09	HOPE COLLEGE BUSINESS SERVICES	-1000.00
10/21/09	SCHOLARSHIP AWARD FOR JOHANNA FORST STUDENT ID# 000262712 CHECK NUMBER 80245	-500.00

TOTAL SCHOLARSHIPS - 2009

14000 00

BEN CARSON & VERNA CARSON SCHOLARSHIP FUND

INFORMATION AND PROCEDURES

The Ben Carson & Verna Carson Scholarship Fund will be awarded annually to students pursuing, but not limited to, a course of education in teaching and attending a 2-4 year post-secondary educational institution. A panel of judges will determine the selection of the scholarship recipients, and all selections are final. This scholarship program will run for 20 consecutive years. The first year was the 2003-2004 academic year, and the final scholarships will be awarded for the 2023-2024 academic year.

APPLICATION AND ELIGIBILITY

1. Scholarship application forms will be available from Ms. Shari Muth of the Career Center Office at GFW High School or by request from the Investment Management & Trust Department of Valley Bank & Trust, P.O. Box 189, New Ulm, MN 56073-0189. Applications must be completed by April 16, and forwarded to Valley Bank & Trust.
2. Eligible applicants must be graduates of the Gibbon-Fairfax-Winthrop School District or must reside in the Gibbon-Fairfax-Winthrop School District.
3. To be eligible for the scholarship award, students must enroll in a post-secondary institution. The course of study shall be in the area of teaching, but may be awarded to other fields of post-secondary study.
4. Students must be in good academic standings.
5. Recipients of the scholarships may reapply for subsequent school years. The award amount may vary from the current year graduates.
6. The number and amounts of awards will be determined by the panel of judges each year.

SESSION DEADLINE APRIL 16.

BEN CARSON & VERNA CARSON SCHOLARSHIP
APPLICATION FORM

Date: _____

1. Name:

_____ Last _____ First _____ Middle _____

2. Address:

_____ Street _____

_____ City _____ State _____ Zip Code _____

_____ Telephone Number _____

3. Birthdate:

_____ Month _____ Day _____ Yr. _____

POST
SECONDARY
SCHOOL
DATA

Name of post-secondary school you plan to attend. (If unknown, please list in order of preference the schools to which you have applied.) Use official school names. Do not use abbreviations.

_____ City _____ State _____

_____ City _____ State _____

4 yr. College or University 2 yr. Community or Junior College
 Vocational-Technical School Other, explain _____

Major or course of study: _____

Expected college graduation date: Month _____ Year _____

Degree Sought: Bachelor Associate Certificate Other

APPLICANT/
APPRAISAL

This section is required and must be completed in the format provided. The section is to be completed by a high school instructor, advisor, or a work supervisor who knows you well. You have been asked to provide information in support of this application. Please mark the statements most true, comment, and return the completed application to the Career Center for further processing.

The applicant's choice of a post secondary education is	<input type="checkbox"/> extremely appropriate	<input type="checkbox"/> very appropriate
	<input type="checkbox"/> moderately appropriate	<input type="checkbox"/> inappropriate
The applicant's achievements reflect his/her ability	<input type="checkbox"/> extremely well	<input type="checkbox"/> very well
	<input type="checkbox"/> moderately well	<input type="checkbox"/> not well
The applicant's ability to set realistic and attainable goals is	<input type="checkbox"/> excellent	<input type="checkbox"/> good
	<input type="checkbox"/> fair	<input type="checkbox"/> poor
The quality of the applicant's commitment to school and community is	<input type="checkbox"/> excellent	<input type="checkbox"/> good
	<input type="checkbox"/> fair	<input type="checkbox"/> poor
The applicant is able to seek, find, and use learning resources	<input type="checkbox"/> extremely well	<input type="checkbox"/> very well
	<input type="checkbox"/> moderately well	<input type="checkbox"/> not well
The applicant demonstrates curiosity and initiative	<input type="checkbox"/> extremely well	<input type="checkbox"/> very well
	<input type="checkbox"/> moderately well	<input type="checkbox"/> not well
The applicant demonstrates good problem-solving skills, follows through, and completes tasks	<input type="checkbox"/> extremely well	<input type="checkbox"/> very well
	<input type="checkbox"/> moderately well	<input type="checkbox"/> not well
The applicant's respect for self and others is	<input type="checkbox"/> excellent	<input type="checkbox"/> good
	<input type="checkbox"/> fair	<input type="checkbox"/> poor

Comments: _____

Appraiser's Signature and Title _____ Date _____

TRANSCRIPT
INFORMATION
TEST SCORES

All applicants must have this section completed by the Career/Counseling Center

Applicant ranks _____ in a class of _____

Cumulative G.P.A. _____/4.0 scale

PSAT Verbal _____ Math _____

ACT Standard Composite Score _____

School Official's Signature _____ Date _____

(If you are an alumnus, please provide your most recent transcript.)

Answer the following questions on a separate sheet of paper.
Responses should be typed and no longer than one page.

1. What do you want from an education?
2. What is your financial need and how do you plan to help yourself financially in pursuing your degree?
3. How do you plan to use your career to help society and others?

Certification

In submitting this application, I certify that the information provided is complete and accurate to the best of my knowledge. Falsification of information may result in termination of any scholarship granted.

Applicant's Signature _____ Date _____

RETURN APPLICATION TO:

VALLEY BANK & TRUST
100 NORTH MINNESOTA STREET, P.O. BOX 189,
NEW ULM, MINNESOTA 56073-0189

BY .

APRIL 16

LAST WILL AND TESTAMENT

- OF

VERNA M. CARSON

I, VERNA CARSON of the County of Renville and State of Minnesota, being of sound and disposing mind and memory, do hereby make, publish and declare this to be my Last Will and Testament, hereby revoking all Wills and Codicils to Wills, previously made by me.

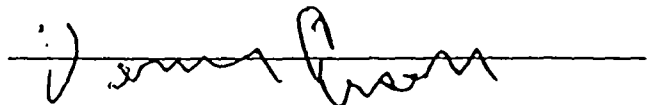
ARTICLE I.
PAYMENT OF EXPENSES AND TAXES

I order and direct that as soon after my death as my Personal Representative deems advisable, he shall pay out of my residuary estate all of my just debts, including the expenses of my last illness, funeral and interment; the expenses of administration of my estate; and, as an expense of the administration, all inheritance, estate, death and succession of other similar taxes, imposed on account of my death, whether incurred with respect to property passing under the terms of this Will, or otherwise.

ARTICLE II.
SPECIFIC BEQUEST

I give the following specific gifts to the following persons:

- a. I give the sum of \$5,000.00 to the Fairfax United Methodist Church Sunday School as a memorial to Ben and Delpha Carson, husband and wife, and Verna Carson, such memorial to be administered by a committee composed of Stella Case, Alfred Sander,



Elmer Knutson, Donald Sell, Ronald Rieke, and Darlene Sell.

b. I give the sum of \$5,000.00 to the Fairfax Depot Museum Association in memory of Frank, Elizabeth, Benjamin, Delpha, and Verna Carson.

c. I give the sum of \$5,000.00 to each of the following friends and relatives of mine:

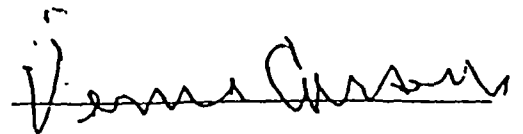
1. Elaine Lidstrom, daughter of Laura Greer Dale.
2. Robert Dale, son of Laura Greer Dale.
3. Charles Dale, son of Dwayne Dale.
4. Steven Dale, son of Dwayne Dale.
5. Howard Sommers, son of Inez Greer Sommers.
6. Paul Nelson, son of Mr. and Mrs. T.H. Nelson.
7. Barbara Nelson Taylor, daughter of Mr. and Mrs. T.H. Nelson.

If any of the persons listed above does not survive me, I give his or her share to his issue, by right of representation, and if said person does not leave any issue, then I give his or her share to the Scholarship Fund to pass with the residue of my estate.

d. I give Ruth Ann (Lee) Burghard: the sum of \$1,000.00.

e. I give the sum of \$1,000.00 to each of the following persons:

1. Shelley Dale, daughter of Charles Dale.
2. Charlene Dale, daughter of Charles Dale.
3. Shannon Dale, daughter of Charles Dale.



4. Natalie Dale, daughter of Charles Dale.
5. Sara Dale, daughter of Steven Dale.
6. Laura Dale, daughter of Steven Dale.

This gift shall be made in trust to my trustees to be held for the benefit of the above named children until they reach age 18, at which time the trustee shall distribute the principal and income to the child to be used for educational purposes by that child.

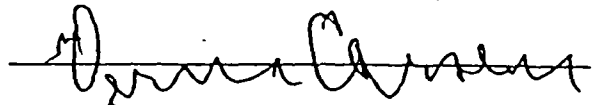
f. I give to the United Methodist Church of Fairfax the property which I hereby designate as the "First National Bank property." As used in this paragraph, the First National Bank property shall mean all of those accounts, checking, savings, and otherwise held in my name at the First National Bank of Fairfax on the date of my death together with any and all bonds held in my safety deposit box at the First National Bank of Fairfax. It is my desire that my First National Bank of Fairfax property shall be used for all of my expenses, including living expenses, medical expenses and otherwise during my lifetime and further that the First National Bank of Fairfax property shall be used for payment of all administrative expenses and payment of all other specific bequests in this Will. With respect to this gift to the United Methodist Church, I give 75% of whatever funds are distributed to the church for the church to use for general purposes and 25% shall be used only by the United Methodist Women for local community purposes.



ARTICLE III.
RESIDUE

I give the residue of my estate consisting of all property which I can dispose of by Will and not effectively disposed of by the preceding articles of this Will, to the State Bank & Trust Company of New Ulm, Minnesota, as trustee of the trust to be known as the Ben Carson and Verna Carson Scholarship Fund under the Last Will and Testament of Verna Carson dated October 2, 1996. The short title of this trust shall be "The Ben Carson and Verna Carson Scholarship Fund." The trustee shall have all of the powers and all of the characteristics of the individual trustees as set forth in Article IV of this Will and the trust shall be administered and distributed as follows:

- 1) The principal of the trust shall be divided into twenty (20) equal parts.
- 2) The net income from the trust, plus one of the 20 equal parts shall be paid annually to provide scholarships for the education of teachers. Scholarships given shall be in an amount of not less than \$500.00. No fixed number of scholarships shall be awarded each year. The purpose of this scholarship fund is to provide a number of scholarships to deserving students who wish to enter the teaching profession.
- 3) At least two (2) scholarships shall be awarded each year.
- 4) This trust shall also have the power to receive contributions and contributions shall be treated as income and



distributed for the purposes of this trust. The trustee at the time the scholarship is awarded, shall notify the recipients that the scholarship is a grant but that they have the opportunity to contribute to the scholarship in the future or that they can make other scholarship gifts if they are later in a position to do so.

5) The trustee shall supervise a scholarship fund committee, consisting of not less than three (3) and not more than ten (10) members. The initial members of the scholarship fund committee shall be appointed by Donald K. Sell and Darlene Sell. The Gibbon-Fairfax-Winthrop counselor shall also be appointed to serve on the committee. The committee shall make recommendations to the trustee and the trustee shall follow the recommendations of the committee regarding the award of scholarships. The committee shall screen applications for scholarships and applicants must be either accepted or enrolled in an accredited teaching program prior to making the application. Applicants must be graduates of the Gibbon-Fairfax-Winthrop School District or any future district which includes the community of Fairfax, or must reside in the Gibbon-Fairfax-Winthrop School District or any similar successor district which includes the community of Fairfax. Such applicants must be enrolled in an accredited teaching program. Students may reapply for yearly scholarships if they remain in good standing in an accredited teaching program.

6) If the scholarship fund committee becomes inactive or



A handwritten signature in cursive script, appearing to read "Donald K. Sell", is written above a horizontal line.

ceases to perform its duties, the trustee shall appoint a new committee. The committee members shall live or work in the Gibbon-Fairfax-Winthrop School District, or successor district which includes the community of Fairfax.

7) At the end of twenty (20) years, the entire balance of the scholarship fund shall be paid and the trust shall be dissolved.

8) I desire that the funds be deposited at the Fidelity State Bank of Fairfax, to the extent advisable by the trustee.

9) The committee may also receive applications from students outside a teaching program. Although it is my general desire to assist education students, the committee/trustee may award scholarships to other meritorious applicants in other fields of college study or post-graduate study.

10) The committee/trustee shall have complete discretion in awarding scholarships, and may award a scholarship to a non-teacher even if there are other teacher applicants to whom no scholarship is awarded.

ARTICLE IV. TRUSTEES

I nominate and appoint Donald K. Sell and Darlene Sell, both presently of Fairfax, Minnesota as the co-trustees of all trusts created under this Will, except the trust created under Article III of this Will. If either Donald K. Sell or Darlene Sell is unable or unwilling to act as trustee, I nominate the other to act alone as a trustee. If no trustee has been appointed within 30 days



after any vacancy in the trusteeship occurs, I request the Court to appoint an independent trustee. No bond shall be required of any trustee appointed by me under this article. My trustee shall have the power, exercisable without authorization of any court to exercise all powers given to my personal representative and to exercise all powers now specified in the Minnesota Trustee's Powers Act, Minnesota Statutes 501B.81, which is incorporated herein by reference.

ARTICLE V.
PERSONAL REPRESENTATIVE

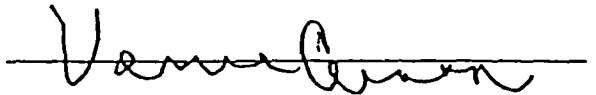
I hereby nominate and appoint Donald K. Sell and Darlene Sell presently of Fairfax, Minnesota as co-personal representatives of this, my Last Will and Testament, and I hereby authorize them to settle and discharge any claims against my estate in their absolute discretion.

If either Donald K. Sell or Darlene Sell is unable or unwilling to act as personal representative hereunder, the other shall act alone as personal representative.

I further direct that my personal representative(s) shall not be required to furnish any bond or other security for the faithful performance of his/her duties.

ARTICLE VI.
INTENTIONAL OMISSIONS

I affirmatively state that I have intentionally omitted gifts to friends and relatives of mine, and charitable institutions,



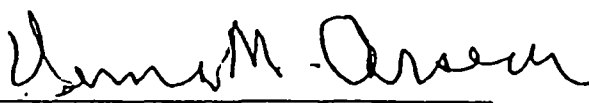
other than those friends, relatives, and charities specifically mentioned in Article II. I have intentionally omitted a gift to other persons and charities because I have given gifts to them during my lifetime.


ARTICLE VII.
GENERAL GOVERNING PROVISIONS

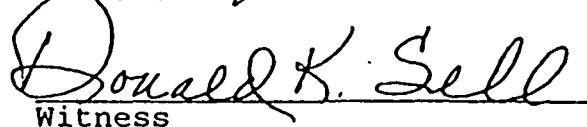
The following provisions shall apply to the interpretation of my Will and the administration of my estate:

- 7.1 All references to any other person's surviving me mean that if such person dies within 120 days after my death, such person shall be deemed not to have survived me.
- 7.2 The rules of law and the statutes of the State of Minnesota, insofar as legally possible, except as altered by this Will, shall govern in all respects the meaning and legal effect of this Will and the administration of my estate. Except as I have otherwise provided, all references to applicable law and Minnesota Statutes mean those in force and effect on the date of my death and shall include any amendments and successor provisions thereto.
- 7.3 Captions are for convenience only and are not intended to alter any of the provisions of this document.

IN WITNESS WHEREOF, I have hereunto subscribed my name to this my Last Will and Testament which consists of this and eight (8) other typewritten pages, each of which bears my signature this 2nd day of October, 1996.


Verma M. Carson


Witness


Witness

