

**Return of Organization Exempt From Income Tax**

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

**2009**

Open to Public Inspection

Department of the Treasury  
Internal Revenue Service

The organization may have to use a copy of this return to satisfy state reporting requirements

**A** For the 2009 calendar year, or tax year beginning **07/01/09**, and ending **06/30/10**

- B Check if applicable
- Address change
- Name change
- Initial return
- Termination
- Amended return
- Application pending

Please use IRS label or print or type. See Specific Instructions.

**C** Name of organization  
**MINNESOTA LIFE COLLEGE**

Doing Business As

Number and street (or P O box if mail is not delivered to street address) Room/suite  
**7501 LOGAN AVENUE SOUTH**

City or town, state or country, and ZIP + 4  
**RICHFIELD MN 55423**

**D** Employer identification number  
**41-1814112**

**E** Telephone number  
**651-365-2356**

**G** Gross receipts \$ **1,871,132**

**F** Name and address of principal officer  
**KATHIE CONSTANTINE**  
**7501 LOGAN AVENUE SOUTH**  
**RICHFIELD MN 55423**

**H(a)** Is this a group return for affiliates?  Yes  No

**H(b)** Are all affiliates included?  Yes  No

If "No," attach a list. (see instructions)

**I** Tax-exempt status  501(c) ( **3** ) (insert no)  4947(a)(1) of  527

**J** Website: **MINNESOTALIFECOLLEGE.COM**

**H(c)** Group exemption number

**K** Type of organization  Corporation  Trust  Association  Other

**L** Year of formation **1995** **M** State of legal domicile **MN**

**Part I Summary**

<b>Activities &amp; Governance</b>	<b>1</b> Briefly describe the organization's mission or most significant activities: <b>SEE SCHEDULE O</b>		
	<b>2</b> Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets		
	<b>3</b> Number of voting members of the governing body (Part VI, line 1a)	<b>3</b>	<b>13</b>
	<b>4</b> Number of independent voting members of the governing body (Part VI, line 1b)	<b>4</b>	<b>13</b>
	<b>5</b> Total number of employees (Part V, line 2a)	<b>5</b>	<b>44</b>
	<b>6</b> Total number of volunteers (estimate if necessary)	<b>6</b>	<b>40</b>
	<b>7a</b> Total gross unrelated business revenue from Part VIII, column (C), line 12	<b>7a</b>	
<b>b</b> Net unrelated business taxable income from Form 990-T, line 34	<b>7b</b>	<b>0</b>	
<b>Revenue</b>	<b>8</b> Contributions and grants (Part VIII, line 1h)	Prior Year	Current Year
	<b>9</b> Program service revenue (Part VIII, line 2g)	<b>146,008</b>	<b>267,114</b>
	<b>10</b> Investment income (Part VIII, column (A), lines 3, 4, and 7d)	<b>1,312,668</b>	<b>1,345,331</b>
	<b>11</b> Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	<b>12,264</b>	<b>5,907</b>
	<b>12</b> Total revenue. Add lines 8 through 11 (must equal Part VIII, column (A), line 12)	<b>197,397</b>	<b>195,582</b>
	<b>12</b> Total revenue. Add lines 8 through 11 (must equal Part VIII, column (A), line 12)	<b>1,668,337</b>	<b>1,813,934</b>
<b>Expenses</b>	<b>13</b> Grants and similar amounts paid (Part IX, column (A), lines 1-3)		<b>126,000</b>
	<b>14</b> Benefits paid to or for members (Part IX, column (A), line 4)		
	<b>15</b> Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)	<b>897,855</b>	<b>970,715</b>
	<b>16a</b> Professional fundraising fees (Part IX, column (A), line 11e)		
	<b>b</b> Total fundraising expenses (Part IX, column (D), line 25) <b>95,025</b>		
	<b>17</b> Other expenses (Part IX, column (A), lines 11a-11d, 11f-24f)	<b>653,104</b>	<b>565,735</b>
<b>18</b> Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)	<b>1,550,959</b>	<b>1,662,450</b>	
<b>19</b> Revenue less expenses. Subtract line 18 from line 12	<b>117,378</b>	<b>151,484</b>	
<b>Net Assets or Fund Balances</b>	<b>20</b> Total assets (Part X, line 16)	Beginning of Current Year	End of Year
	<b>21</b> Total liabilities (Part X, line 26)	<b>991,072</b>	<b>1,149,846</b>
	<b>22</b> Net assets or fund balances. Subtract line 21 from line 20	<b>97,066</b>	<b>104,356</b>
		<b>894,006</b>	<b>1,045,490</b>

**Part II Signature Block**

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 officer) is based on all information of which preparer has any knowledge.

**Sign Here** *[Signature]* **12/17/10**  
Signature of officer Date  
**Chair of the Board**  
Type or print name and title

**Paid Preparer's Use Only**

Preparer's signature *[Signature]* Date **11/23/10** Check if self-employed  Preparer's identifying number (see instructions) **P00377268**

Firm's name (or yours if self-employed), address, and ZIP + 4 **BOYUM & BARENSCHEER PLLP**  
**7800 METRO PARKWAY, STE 200**  
**MINNEAPOLIS, MN 55425**

EIN **41-6192096**  
Phone no **952-854-4244**

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

SCANNED JAN 13 2011

**Part III Statement of Program Service Accomplishments**

1 Briefly describe the organization's mission

**SEE SCHEDULE O**

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ?  Yes  No

If "Yes," describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services?  Yes  No

If "Yes," describe these changes on Schedule O.

4 Describe the exempt purpose achievements for each of the organization's three largest program services by expenses. Section 501(c)(3) and 501(c)(4) organizations and section 4947(a)(1) trusts are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code: ) (Expenses \$ **1,477,562** including grants of \$ **126,000** ) (Revenue \$ )  
**THE MN LIFE COLLEGE TEACHES LIVING SKILLS TO YOUNG ADULTS WITH LEARNING DISABILITIES**

4b (Code: ) (Expenses \$ including grants of \$ ) (Revenue \$ )

4c (Code: ) (Expenses \$ including grants of \$ ) (Revenue \$ )

4d Other program services. (Describe in Schedule O )  
(Expenses \$ including grants of \$ ) (Revenue \$ )

4e Total program service expenses **1,477,562**

**Part IV Checklist of Required Schedules**

		Yes	No
1	Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? If "Yes," complete Schedule A	X	
2	Is the organization required to complete Schedule B, Schedule of Contributors?	X	
3	Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? If "Yes," complete Schedule C, Part I		X
4	<b>Section 501(c)(3) organizations.</b> Did the organization engage in lobbying activities? If "Yes," complete Schedule C, Part II		X
5	<b>Section 501(c)(4), 501(c)(5), and 501(c)(6) organizations.</b> Is the organization subject to the section 6033(e) notice and reporting requirement and proxy tax? If "Yes," complete Schedule C, Part III		
6	Did the organization maintain any donor advised funds or any similar funds or accounts where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? If "Yes," complete Schedule D, Part I		X
7	Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? If "Yes," complete Schedule D, Part II		X
8	Did the organization maintain collections of works of art, historical treasures, or other similar assets? If "Yes," complete Schedule D, Part III		X
9	Did the organization report an amount in Part X, line 21; serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? If "Yes," complete Schedule D, Part IV		X
10	Did the organization, directly or through a related organization, hold assets in term, permanent, or quasi-endowments? If "Yes," complete Schedule D, Part V		X
11	Is the organization's answer to any of the following questions "Yes"? If so, complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable	X	
	<ul style="list-style-type: none"> <li>• Did the organization report an amount for land, buildings, and equipment in Part X, line 10? If "Yes," complete Schedule D, Part VI.</li> <li>• Did the organization report an amount for investments—other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part VII</li> <li>• Did the organization report an amount for investments—program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part VIII.</li> <li>• Did the organization report an amount for other assets related in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part IX.</li> <li>• Did the organization report an amount for other liabilities in Part X, line 25? If "Yes," complete Schedule D, Part X.</li> <li>• Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48? If "Yes," complete Schedule D, Part X.</li> </ul>		
12	Did the organization obtain separate, independent audited financial statements for the tax year? If "Yes," complete Schedule D, Parts XI, XII, and XIII.	X	
12A	Was the organization included in consolidated, independent audited financial statements for the tax year? If "Yes," completing Schedule D, Parts XI, XII, and XIII is optional		
		Yes	No
12A			X
13	Is the organization a school described in section 170(b)(1)(A)(ii)? If "Yes," complete Schedule E		X
14a	Did the organization maintain an office, employees, or agents outside of the United States?		X
14b	Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, and program service activities outside the United States? If "Yes," complete Schedule F, Part I		X
15	Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? If "Yes," complete Schedule F, Part II		X
16	Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? If "Yes," complete Schedule F, Part III		X
17	Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? If "Yes," complete Schedule G, Part I		X
18	Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? If "Yes," complete Schedule G, Part II	X	
19	Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? If "Yes," complete Schedule G, Part III		X
20	Did the organization operate one or more hospitals? If "Yes," complete Schedule H		X

**Part IV Checklist of Required Schedules (continued)**

	Yes	No
21 Did the organization report more than \$5,000 of grants and other assistance to governments and organizations in the United States on Part IX, column (A), line 1? If "Yes," complete Schedule I, Parts I and II		X
22 Did the organization report more than \$5,000 of grants and other assistance to individuals in the United States on Part IX, column (A), line 2? If "Yes," complete Schedule I, Parts I and III	X	
23 Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? If "Yes," complete Schedule J		X
24a Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25		X
b Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?		
c Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?		
d Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?		
25a <b>Section 501(c)(3) and 501(c)(4) organizations.</b> Did the organization engage in an excess benefit transaction with a disqualified person during the year? If "Yes," complete Schedule L, Part I		X
b Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? If "Yes," complete Schedule L, Part I		X
26 Was a loan to or by a current or former officer, director, trustee, key employee, highly compensated employee, or disqualified person outstanding as of the end of the organization's tax year? If "Yes," complete Schedule L, Part II		X
27 Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor, or a grant selection committee member, or to a person related to such an individual? If "Yes," complete Schedule L, Part III		X
28 Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):		
a A current or former officer, director, trustee, or key employee? If "Yes," complete Schedule L, Part IV		X
b A family member of a current or former officer, director, trustee, or key employee? If "Yes," complete Schedule L, Part IV		X
c An entity of which a current or former officer, director, trustee, or key employee of the organization (or a family member) was an officer, director, trustee, or direct or indirect owner? If "Yes," complete Schedule L, Part IV		X
29 Did the organization receive more than \$25,000 in non-cash contributions? If "Yes," complete Schedule M		X
30 Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? If "Yes," complete Schedule M		X
31 Did the organization liquidate, terminate, or dissolve and cease operations? If "Yes," complete Schedule N, Part I		X
32 Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? If "Yes," complete Schedule N, Part II		X
33 Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Schedule R, Part I		X
34 Was the organization related to any tax-exempt or taxable entity? If "Yes," complete Schedule R, Parts II, III, IV, and V, line 1		X
35 Is any related organization a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Schedule R, Part V, line 2		X
36 <b>Section 501(c)(3) organizations.</b> Did the organization make any transfers to an exempt non-charitable related organization? If "Yes," complete Schedule R, Part V, line 2		X
37 Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? If "Yes," complete Schedule R, Part VI		X
38 Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11 and 19? <b>Note.</b> All Form 990 filers are required to complete Schedule O		X

**Part V Statements Regarding Other IRS Filings and Tax Compliance**

		Yes	No
<b>1a</b>	Enter the number reported in Box 3 of Form 1096, Annual Summary and Transmittal of U S Information Returns Enter -0- if not applicable		
<b>1a</b>	<b>0</b>		
<b>1b</b>	Enter the number of Forms W-2G included in line 1a Enter -0- if not applicable		
<b>1b</b>	<b>0</b>		
<b>c</b>	Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?	<b>X</b>	
<b>2a</b>	Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return		
<b>2a</b>	<b>44</b>		
<b>b</b>	If at least one is reported on line 2a, did the organization file all required federal employment tax returns? <b>Note.</b> If the sum of lines 1a and 2a is greater than 250, you may be required to e-file this return (see instructions)	<b>X</b>	
<b>3a</b>	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?		<b>X</b>
<b>b</b>	If "Yes," has it filed a Form 990-T for this year? If "No," provide an explanation in Schedule O		
<b>4a</b>	At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?		<b>X</b>
<b>b</b>	If "Yes," enter the name of the foreign country ▶ See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.		
<b>5a</b>	Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?		<b>X</b>
<b>b</b>	Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?		<b>X</b>
<b>c</b>	If "Yes," to line 5a or 5b, did the organization file Form 8886-T, Disclosure by Tax-Exempt Entity Regarding Prohibited Tax Shelter Transaction?		
<b>6a</b>	Does the organization have annual gross receipts that are normally greater than \$100,000, and did the organization solicit any contributions that were not tax deductible?		<b>X</b>
<b>b</b>	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
<b>7</b>	<b>Organizations that may receive deductible contributions under section 170(c).</b>		
<b>a</b>	Did the organization receive a payment in excess of \$75 made partly as a contribution and partly for goods and services provided to the payor?	<b>X</b>	
<b>b</b>	If "Yes," did the organization notify the donor of the value of the goods or services provided?	<b>X</b>	
<b>c</b>	Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?		<b>X</b>
<b>d</b>	If "Yes," indicate the number of Forms 8282 filed during the year		
<b>7d</b>			
<b>e</b>	Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?		<b>X</b>
<b>f</b>	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?		<b>X</b>
<b>g</b>	For all contributions of qualified intellectual property, did the organization file Form 8899 as required?	<b>N/A</b>	
<b>h</b>	For contributions of cars, boats, airplanes, and other vehicles, did the organization file a Form 1098-C as required?	<b>N/A</b>	
<b>8</b>	<b>Sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations.</b> Did the supporting organization, or a donor advised fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		
<b>9</b>	<b>Sponsoring organizations maintaining donor advised funds.</b>		
<b>a</b>	Did the organization make any taxable distributions under section 4966?		
<b>b</b>	Did the organization make a distribution to a donor, donor advisor, or related person?		
<b>10</b>	<b>Section 501(c)(7) organizations.</b> Enter		
<b>a</b>	Initiation fees and capital contributions included on Part VIII, line 12		
<b>10a</b>			
<b>b</b>	Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities		
<b>10b</b>			
<b>11</b>	<b>Section 501(c)(12) organizations.</b> Enter		
<b>a</b>	Gross income from members or shareholders		
<b>11a</b>			
<b>b</b>	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)		
<b>11b</b>			
<b>12a</b>	<b>Section 4947(a)(1) non-exempt charitable trusts.</b> Is the organization filing Form 990 in lieu of Form 1041?		
<b>b</b>	If "Yes," enter the amount of tax-exempt interest received or accrued during the year		
<b>12b</b>			

**Part VI Governance, Management, and Disclosure** For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions.

**Section A. Governing Body and Management**

		Yes	No
1a	Enter the number of voting members of the governing body		
1b	Enter the number of voting members that are independent		
2	Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?		X
3	Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors or trustees, or key employees to a management company or other person?		X
4	Did the organization make any significant changes to its organizational documents since the prior Form 990 was filed?		X
5	Did the organization become aware during the year of a material diversion of the organization's assets?		X
6	Does the organization have members or stockholders?		X
7a	Does the organization have members, stockholders, or other persons who may elect one or more members of the governing body?		X
7b	Are any decisions of the governing body subject to approval by members, stockholders, or other persons?		X
8	Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following:		
a	The governing body?	X	
b	Each committee with authority to act on behalf of the governing body?	X	
9	Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O		X

**Section B. Policies** (This Section B requests information about policies not required by the Internal Revenue Code.)

		Yes	No
10a	Does the organization have local chapters, branches, or affiliates?		X
b	If "Yes," does the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with those of the organization?		
11	Has the organization provided a copy of this Form 990 to all members of its governing body before filing the form?		X
11a	Describe in Schedule O the process, if any, used by the organization to review this Form 990.		
12a	Does the organization have a written conflict of interest policy? If "No," go to line 13	X	
b	Are officers, directors or trustees, and key employees required to disclose annually interests that could give rise to conflicts?	X	
c	Does the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this is done	X	
13	Does the organization have a written whistleblower policy?		X
14	Does the organization have a written document retention and destruction policy?	X	
15	Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision?		
a	The organization's CEO, Executive Director, or top management official	X	
b	Other officers or key employees of the organization		X
	If "Yes" to line 15a or 15b, describe the process in Schedule O. (See instructions)		
16a	Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?		X
b	If "Yes," has the organization adopted a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and taken steps to safeguard the organization's exempt status with respect to such arrangements?		

**Section C. Disclosure**

- 17 List the states with which a copy of this Form 990 is required to be filed **MN**
- 18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (501(c)(3)s only) available for public inspection. Indicate how you make these available. Check all that apply.  
 Own website     Another's website     Upon request
- 19 Describe in Schedule O whether (and if so, how), the organization makes its governing documents, conflict of interest policy, and financial statements available to the public.
- 20 State the name, physical address, and telephone number of the person who possesses the books and records of the organization: **TROY DUNLAP**  
**7501 LOGAN AVENUE SOUTH**  
**RICHFIELD MN 55423**

**RICHFIELD**

**MN 55423**

**612-876-9421**

**Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors**

**Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees**

1a Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year. Use Schedule J-2 if additional space is needed.

- List all of the organization's current officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
- List all of the organization's current key employees. See instructions for definition of "key employee."
- List the organization's five current highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.
- List all of the organization's former officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's former directors or trustees that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

Check this box if the organization did not compensate any current officer, director, or trustee.

(A) Name and Title	(B) Average hours per week	(C) Position (check all that apply)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
KATHRYN THOMAS EXECUTIVE DIRECTOR	40.00	X		X			82,176	0	17,856	
KATHIE CONSTANTINE CHAIR	1.00	X		X			0	0	0	
ANN RYAN, PHD VICE CHAIR	1.00	X		X			0	0	0	
JAMES HOUSE SECRETARY	1.00	X		X			0	0	0	
JAMES SCHAGH TREASURER	1.00	X		X			0	0	0	
JERRY FOSS DIRECTOR	1.00	X					0	0	0	
STEVEN FREDERICKSON DIRECTOR	1.00	X					0	0	0	
PAUL GULSTRAND DIRECTOR	1.00	X					0	0	0	
BEVERLY HATLEN FOUNDER	1.00	X					0	0	0	
JOHN LAMMERT, PHD DIRECTOR	1.00	X					0	0	0	
PHILLIP LIGHTY DIRECTOR	1.00	X					0	0	0	
CHRISTINE MONZINGO DIRECTOR	1.00	X					0	0	0	
JEFF THAYER DIRECTOR	1.00	X					0	0	0	
BRANDT UTHUS DIRECTOR	1.00	X					0	0	0	



**Part VIII Statement of Revenue**

		(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514	
Contributions, gifts, grants and other similar amounts	1a Federated campaigns	1a				
	b Membership dues	1b				
	c Fundraising events	1c	35,976			
	d Related organizations	1d				
	e Government grants (contributions)	1e				
	f All other contributions, gifts, grants, and similar amounts not included above	1f	231,138			
	g Noncash contributions included in lines 1a-1f \$					
	<b>h Total. Add lines 1a-1f</b>		<b>267,114</b>			
	Program Service Revenue	2a TUITION FEES	Busn. Code	1,184,679	1,184,679	
b OUTREACH PROGRAM			160,652	160,652		
c						
d						
e						
f All other program service revenue						
<b>g Total. Add lines 2a-2f</b>			<b>1,345,331</b>			
Other Revenue		3 Investment income (including dividends, interest, and other similar amounts)		5,907		5,907
	4 Income from investment of tax-exempt bond proceeds					
	5 Royalties					
	6a Gross Rents	(i) Real				
		(ii) Personal				
	b Less rental exps					
	c Rental inc or (loss)					
	d Net rental income or (loss)					
	7a Gross amount from sales of assets other than inventory	(i) Securities				
		(ii) Other				
	b Less cost or other basis & sales exps					
	c Gain or (loss)					
	d Net gain or (loss)					
	8a Gross income from fundraising events (not including \$ 35,976 of contributions reported on line 1c) See Part IV, line 18	a	240,093			
	b Less: direct expenses	b	57,198			
c Net income or (loss) from fundraising events		182,895			182,895	
9a Gross income from gaming activities See Part IV, line 19	a					
b Less: direct expenses	b					
c Net income or (loss) from gaming activities						
10a Gross sales of inventory, less returns and allowances	a					
	b Less cost of goods sold	b				
c Net income or (loss) from sales of inventory						
Miscellaneous Revenue		Busn. Code				
11a MISCELLANEOUS		12,687	12,687			
b						
c						
d All other revenue						
e Total. Add lines 11a-11d		12,687				
<b>12 Total Revenue. See instructions.</b>		<b>1,813,934</b>	<b>1,358,018</b>	<b>0</b>	<b>188,802</b>	

**Part IX Statement of Functional Expenses**

**Section 501(c)(3) and 501(c)(4) organizations must complete all columns.  
All other organizations must complete column (A) but are not required to complete columns (B), (C), and (D).**

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the U.S. See Part IV, line 21				
2 Grants and other assistance to individuals in the U.S. See Part IV, line 22	126,000	126,000		
3 Grants and other assistance to governments, organizations, and individuals outside the U.S. See Part IV, lines 15 and 16				
4 Benefits paid to or for members				
5 Compensation of current officers, directors, trustees, and key employees	107,706	43,082	26,926	37,698
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
7 Other salaries and wages	700,385	641,143	39,030	20,212
8 Pension plan contributions (include section 401(k) and section 403(b) employer contributions)				
9 Other employee benefits	91,338	79,917	5,858	5,563
10 Payroll taxes	71,286	60,301	5,779	5,206
11 Fees for services (non-employees).				
a Management				
b Legal				
c Accounting	12,555	11,025	785	745
d Lobbying				
e Professional fundraising services See Part IV, line 17				
f Investment management fees				
g Other				
12 Advertising and promotion	21,410	21,182	117	111
13 Office expenses	9,461	8,308	591	562
14 Information technology				
15 Royalties				
16 Occupancy	84,648	76,679	4,934	3,035
17 Travel				
18 Payments of travel or entertainment expenses for any federal, state, or local public officials				
19 Conferences, conventions, and meetings				
20 Interest				
21 Payments to affiliates				
22 Depreciation, depletion, and amortization	27,338	24,008	1,709	1,621
23 Insurance	13,236	11,623	827	786
24 Other expenses. Itemize expenses not covered above. (Expenses grouped together and labeled miscellaneous may not exceed 5% of total expenses shown on line 25 below.)				
a <b>STUDENT ROOM AND BOARD</b>	220,039	220,039		
b <b>RECRUITING</b>	66,434	66,434		
c <b>TRANSPORTATION</b>	25,493	25,493		
d <b>TECHNOLOGY EXPENSES</b>	23,734	20,842	1,483	1,409
e <b>STUDENT COMMON EXPENSES</b>	17,987	17,987		
f All other expenses	43,400	23,499	1,824	18,077
25 <b>Total functional expenses.</b> Add lines 1 through 24f	1,662,450	1,477,562	89,863	95,025
26 <b>Joint costs.</b> Check here <input type="checkbox"/> if following SOP 98-2. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation				

**Part X Balance Sheet**

		(A) Beginning of year		(B) End of year
<b>Assets</b>	1 Cash—non-interest bearing	858,260	1	839,836
	2 Savings and temporary cash investments	25,371	2	59,116
	3 Pledges and grants receivable, net	37,831	3	45,109
	4 Accounts receivable, net	5,612	4	111,700
	5 Receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L		5	
	6 Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B). Complete Part II of Schedule L		6	
	7 Notes and loans receivable, net		7	
	8 Inventories for sale or use		8	
	9 Prepaid expenses and deferred charges	30,268	9	33,291
	10a Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D	10a 186,467		
	b Less: accumulated depreciation	10b 130,623	28,780	10c 55,844
	11 Investments—publicly traded securities		11	
	12 Investments—other securities. See Part IV, line 11		12	
	13 Investments—program-related. See Part IV, line 11		13	
	14 Intangible assets		14	
	15 Other assets. See Part IV, line 11	4,950	15	4,950
16 <b>Total assets.</b> Add lines 1 through 15 (must equal line 34)	991,072	16	1,149,846	
<b>Liabilities</b>	17 Accounts payable and accrued expenses	43,817	17	51,276
	18 Grants payable		18	
	19 Deferred revenue	37,926	19	43,080
	20 Tax-exempt bond liabilities		20	
	21 Escrow or custodial account liability. Complete Part IV of Schedule D		21	
	22 Payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L		22	
	23 Secured mortgages and notes payable to unrelated third parties		23	
	24 Unsecured notes and loans payable to unrelated third parties		24	
	25 Other liabilities. Complete Part X of Schedule D	15,323	25	10,000
	26 <b>Total liabilities.</b> Add lines 17 through 25	97,066	26	104,356
<b>Net Assets or Fund Balances</b>	<b>Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.</b>			
	27 Unrestricted net assets	889,006	27	970,490
	28 Temporarily restricted net assets	5,000	28	75,000
	29 Permanently restricted net assets		29	
	<b>Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 30 through 34.</b>			
	30 Capital stock or trust principal, or current funds		30	
	31 Paid-in or capital surplus, or land, building, or equipment fund		31	
	32 Retained earnings, endowment, accumulated income, or other funds		32	
33 <b>Total net assets or fund balances</b>	894,006	33	1,045,490	
34 <b>Total liabilities and net assets/fund balances</b>	991,072	34	1,149,846	

**Part XI Financial Statements and Reporting**

1 Accounting method used to prepare the Form 990.  Cash  Accrual  Other \_\_\_\_\_

If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O.

2a Were the organization's financial statements compiled or reviewed by an independent accountant? ...

b Were the organization's financial statements audited by an independent accountant?

c If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant?

If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.

d If "Yes" to line 2a or 2b, check a box below to indicate whether the financial statements for the year were issued on a consolidated basis, separate basis, or both:

Separate basis  Consolidated basis  Both consolidated and separate basis

3a As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?

b If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits.

	Yes	No
2a		<b>X</b>
2b	<b>X</b>	
2c	<b>X</b>	
3a		<b>X</b>
3b		

Form **990** (2009)

**SCHEDULE A**  
**(Form 990 or 990-EZ)**

**Public Charity Status and Public Support**

OMB No 1545-0047

**2009**

**Open to Public Inspection**

Department of the Treasury  
Internal Revenue Service

Complete if the organization is a section 501(c)(3) organization or a section 4947(a)(1) nonexempt charitable trust.

▶ Attach to Form 990 or Form 990-EZ. ▶ See separate instructions.

Name of the organization

**MINNESOTA LIFE COLLEGE**

Employer identification number

**41-1814112**

**Part I Reason for Public Charity Status (All organizations must complete this part.) See instructions.**

The organization is not a private foundation because it is (For lines 1 through 11, check only one box )

- 1  A church, convention of churches, or association of churches described in section 170(b)(1)(A)(i).
- 2  A school described in section 170(b)(1)(A)(ii). (Attach Schedule E )
- 3  A hospital or a cooperative hospital service organization described in section 170(b)(1)(A)(iii).
- 4  A medical research organization operated in conjunction with a hospital described in section 170(b)(1)(A)(iii). Enter the hospital's name, city, and state.
- 5  An organization operated for the benefit of a college or university owned or operated by a governmental unit described in section 170(b)(1)(A)(iv). (Complete Part II.)
- 6  A federal, state, or local government or governmental unit described in section 170(b)(1)(A)(v).
- 7  An organization that normally receives a substantial part of its support from a governmental unit or from the general public described in section 170(b)(1)(A)(vi). (Complete Part II.)
- 8  A community trust described in section 170(b)(1)(A)(vi). (Complete Part II.)
- 9  An organization that normally receives: (1) more than 33 1/3 % of its support from contributions, membership fees, and gross receipts from activities related to its exempt functions—subject to certain exceptions, and (2) no more than 33 1/3 % of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Complete Part III )
- 10  An organization organized and operated exclusively to test for public safety See section 509(a)(4).
- 11  An organization organized and operated exclusively for the benefit of, to perform the functions of, or to carry out the purposes of one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2) See section 509(a)(3). Check the box that describes the type of supporting organization and complete lines 11e through 11h
  - a  Type I    b  Type II    c  Type III—Functionally integrated    d  Type III—Other
- e  By checking this box, I certify that the organization is not controlled directly or indirectly by one or more disqualified persons other than foundation managers and other than one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2).
- f If the organization received a written determination from the IRS that it is a Type I, Type II, or Type III supporting organization, check this box
- g Since August 17, 2006, has the organization accepted any gift or contribution from any of the following persons?
  - (i) A person who directly or indirectly controls, either alone or together with persons described in (ii) and (iii) below, the governing body of the supported organization?
  - (ii) A family member of a person described in (i) above?
  - (iii) A 35% controlled entity of a person described in (i) or (ii) above?
- h Provide the following information about the supported organization(s)

	Yes	No
11g(i)		
11g(ii)		
11g(iii)		

(i) Name of supported organization	(ii) EIN	(iii) Type of organization (described on lines 1–9 above or IRC section (see instructions))	(iv) Is the organization in col (i) listed in your governing document?		(v) Did you notify the organization in col (i) of your support?		(vi) Is the organization in col (i) organized in the U.S.?		(vii) Amount of support
			Yes	No	Yes	No	Yes	No	
<b>Total</b>									

For Privacy Act and Paperwork Reduction Act Notice, see the Instructions for Form 990 or 990-EZ.

Schedule A (Form 990 or 990-EZ) 2009

**Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)**  
 (Complete only if you checked the box on line 5, 7, or 8 of Part I.)

**Section A. Public Support**

Calendar year (or fiscal year beginning in) ►	(a) 2005	(b) 2006	(c) 2007	(d) 2008	(e) 2009	(f) Total
<b>1</b> Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")						
<b>2</b> Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
<b>3</b> The value of services or facilities furnished by a governmental unit to the organization without charge						
<b>4 Total.</b> Add lines 1 through 3						
<b>5</b> The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f)						
<b>6 Public support.</b> Subtract line 5 from line 4						

**Section B. Total Support**

Calendar year (or fiscal year beginning in) ►	(a) 2005	(b) 2006	(c) 2007	(d) 2008	(e) 2009	(f) Total
<b>7</b> Amounts from line 4						
<b>8</b> Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
<b>9</b> Net income from unrelated business activities, whether or not the business is regularly carried on						
<b>10</b> Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.)						
<b>11 Total support.</b> Add lines 7 through 10						
<b>12</b> Gross receipts from related activities, etc. (see instructions)					<b>12</b>	
<b>13 First five years.</b> If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here <input type="checkbox"/>						

**Section C. Computation of Public Support Percentage**

<b>14</b> Public support percentage for 2009 (line 6, column (f) divided by line 11, column (f))	<b>14</b>	%
<b>15</b> Public support percentage from 2008 Schedule A, Part II, line 14	<b>15</b>	%
<b>16a 33 1/3 % support test—2009.</b> If the organization did not check the box on line 13, and line 14 is 33 1/3 % or more, check this box and stop here. The organization qualifies as a publicly supported organization <input type="checkbox"/>		
<b>b 33 1/3 % support test—2008.</b> If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3 % or more, check this box and stop here. The organization qualifies as a publicly supported organization <input type="checkbox"/>		
<b>17a 10%-facts-and-circumstances test—2009.</b> If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization <input type="checkbox"/>		
<b>b 10%-facts-and-circumstances test—2008.</b> If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization <input type="checkbox"/>		
<b>18 Private foundation.</b> If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions <input type="checkbox"/>		

**Part III Support Schedule for Organizations Described in Section 509(a)(2)**  
(Complete only if you checked the box on line 9 of Part I.)

**Section A. Public Support**

Calendar year (or fiscal year beginning in) ▶	(a) 2005	(b) 2006	(c) 2007	(d) 2008	(e) 2009	(f) Total
<b>1</b> Gifts, grants, contributions, and membership fees received (Do not include any "unusual grants.")	301,652	348,982	334,527	318,038	267,114	1,570,313
<b>2</b> Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose	918,048	1,111,003	1,266,600	1,206,028	1,358,018	5,859,697
<b>3</b> Gross receipts from activities that are not an unrelated trade or business under section 513						
<b>4</b> Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
<b>5</b> The value of services or facilities furnished by a governmental unit to the organization without charge						
<b>6 Total.</b> Add lines 1 through 5	1,219,700	1,459,985	1,601,127	1,524,066	1,625,132	7,430,010
<b>7a</b> Amounts included on lines 1, 2, and 3 received from disqualified persons	5,000	22,500	52,500	15,500	12,500	108,000
<b>b</b> Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year	469,936	599,830	630,110	608,035		2,307,911
<b>c</b> Add lines 7a and 7b	474,936	622,330	682,610	623,535	12,500	2,415,911
<b>8 Public support</b> (Subtract line 7c from line 6)						5,014,099

**Section B. Total Support**

Calendar year (or fiscal year beginning in) ▶	(a) 2005	(b) 2006	(c) 2007	(d) 2008	(e) 2009	(f) Total
<b>9</b> Amounts from line 6	1,219,700	1,459,985	1,601,127	1,524,066	1,625,132	7,430,010
<b>10a</b> Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources	11,299	26,772	31,353	12,264	5,907	87,595
<b>b</b> Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975						
<b>c</b> Add lines 10a and 10b	11,299	26,772	31,353	12,264	5,907	87,595
<b>11</b> Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on					181,895	181,895
<b>12</b> Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV)	78,619	76,985	123,824	132,007		411,435
<b>13 Total support.</b> (Add lines 9, 10c, 11, and 12.)	1,309,618	1,563,742	1,756,304	1,668,337	1,812,934	8,110,935
<b>14 First five years.</b> If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here <input type="checkbox"/>						

**Section C. Computation of Public Support Percentage**

<b>15</b> Public support percentage for 2009 (line 8, column (f) divided by line 13, column (f))	15	61.82%
<b>16</b> Public support percentage from 2008 Schedule A, Part III, line 15	16	52.33%

**Section D. Computation of Investment Income Percentage**

<b>17</b> Investment income percentage for 2009 (line 10c, column (f) divided by line 13, column (f))	17	1%
<b>18</b> Investment income percentage from 2008 Schedule A, Part III, line 17	18	1%

- 19a 33 1/3 % support tests—2009.** If the organization did not check the box on line 14, and line 15 is more than 33 1/3 %, and line 17 is not more than 33 1/3 %, check this box and stop here. The organization qualifies as a publicly supported organization
- b 33 1/3 % support tests—2008.** If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3 %, and line 18 is not more than 33 1/3 %, check this box and stop here. The organization qualifies as a publicly supported organization
- 20 Private foundation.** If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions

**Part IV Supplemental Information.** Complete this part to provide the explanations required by Part II, line 10; Part II, line 17a or 17b; and Part III, line 12. Provide any other additional information. See instructions.

**PART III, LINE 12 - OTHER INCOME DETAIL**

GLC SERVICES	\$	350,390
MISC	\$	35,413
IN-KIND DONATIONS	\$	25,632

SCHEDULE D (Form 990)

Department of the Treasury Internal Revenue Service

Supplemental Financial Statements

Complete if the organization answered "Yes," to Form 990, Part IV, line 6, 7, 8, 9, 10, 11, or 12.

Attach to Form 990. See separate instructions.

OMB No 1545-0047

2009

Open to Public Inspection

Name of the organization

MINNESOTA LIFE COLLEGE

Employer identification number

41-1814112

Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts. Complete if the organization answered "Yes" to Form 990, Part IV, line 6.

Table with 2 columns: (a) Donor advised funds, (b) Funds and other accounts. Rows include: 1 Total number at end of year, 2 Aggregate contributions to (during year), 3 Aggregate grants from (during year), 4 Aggregate value at end of year, 5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control?, 6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds can be used only for charitable purposes and not for the benefit of the donor or donor advisor, or for any other purpose conferring impermissible private benefit?

Part II Conservation Easements. Complete if the organization answered "Yes" to Form 990, Part IV, line 7.

Table with 2 columns: Held at the End of the Tax Year. Rows include: 1 Purpose(s) of conservation easements held by the organization (check all that apply), 2 Complete lines 2a through 2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year, 3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the taxable year, 4 Number of states where property subject to conservation easement is located, 5 Does the organization have a written policy regarding the periodic monitoring, inspection, handling of violations, and enforcement of the conservation easements it holds?, 6 Staff and volunteer hours devoted to monitoring, inspecting, and enforcing conservation easements during the year, 7 Amount of expenses incurred in monitoring, inspecting, and enforcing conservation easements during the year, 8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)?, 9 In Part XIV, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements.

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets. Complete if the organization answered "Yes" to Form 990, Part IV, line 8.

Table with 2 columns: Amounts. Rows include: 1a If the organization elected, as permitted under SFAS 116, not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIV, the text of the footnote to its financial statements that describes these items, 1b If the organization elected, as permitted under SFAS 116, to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items: (i) Revenues included in Form 990, Part VIII, line 1, (ii) Assets included in Form 990, Part X, 2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 relating to these items: a Revenues included in Form 990, Part VIII, line 1, b Assets included in Form 990, Part X.

**Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)**

3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply):

- a  Public exhibition
- b  Scholarly research
- c  Preservation for future generations
- d  Loan or exchange programs
- e  Other \_\_\_\_\_

4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIV

5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection?  Yes  No

**Part IV Escrow and Custodial Arrangements. Complete if the organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.**

1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X?  Yes  No

b If "Yes," explain the arrangement in Part XIV and complete the following table:

- c Beginning balance
- d Additions during the year
- e Distributions during the year
- f Ending balance

	Amount
1c	
1d	
1e	
1f	

2a Did the organization include an amount on Form 990, Part X, line 21?  Yes  No

b If "Yes," explain the arrangement in Part XIV

**Part V Endowment Funds. Complete if organization answered "Yes" to Form 990, Part IV, line 10.**

	(a) Current year	(b) Pnor year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance					
b Contributions					
c Net investment earnings, gains, and losses					
d Grants or scholarships					
e Other expenditures for facilities and programs					
f Administrative expenses					
g End of year balance					

2 Provide the estimated percentage of the year end balance held as:

- a Board designated or quasi-endowment ▶ \_\_\_\_\_ %
- b Permanent endowment ▶ \_\_\_\_\_ %
- c Term endowment ▶ \_\_\_\_\_ %

3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:

- (i) unrelated organizations
- (ii) related organizations

	Yes	No
3a(i)		
3a(ii)		
3b		

b If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R?

4 Describe in Part XIV the intended uses of the organization's endowment funds

**Part VI Investments—Land, Buildings, and Equipment. See Form 990, Part X, line 10.**

Description of investment	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
1a Land				
b Buildings				
c Leasehold improvements				
d Equipment		186,467	130,623	55,844
e Other				
<b>Total. Add lines 1a through 1e. (Column (d) must equal Form 990, Part X, column (B), line 10(c).)</b>				<b>55,844</b>









**Part II Fundraising Events.** Complete if the organization answered "Yes" to Form 990, Part IV, line 18, or reported more than \$15,000 on Form 990-EZ, line 6a. List events with gross receipts greater than \$5,000.

		(a) Event #1	(b) Event #2	(c) Other events	(d) Total events (add col (a) through col (c))	
		<u>GALA BENEFIT</u> (event type)	<u></u> (event type)	<u>NONE</u> (total number)		
Revenue	1	Gross receipts	276,069		276,069	
	2	Less: Charitable contributions	35,976		35,976	
	3	Gross revenue (line 1 minus line 2)	240,093		240,093	
Direct Expenses	4	Cash prizes				
	5	Noncash prizes				
	6	Rent/facility costs				
	7	Food and beverages				
	8	Entertainment				
	9	Other direct expenses	57,198			57,198
	10	Direct expense summary Add lines 4 through 9 in column (d)				57,198
11	Net income summary. Combine line 3, column (d), and line 10				182,895	

**Part III Gaming.** Complete if the organization answered "Yes" to Form 990, Part IV, line 19, or reported more than \$15,000 on Form 990-EZ, line 6a.

		(a) Bingo	(b) Pull tabs/instant bingo/progressive bingo	(c) Other gaming	(d) Total gaming (Add col (a) through col (c))	
Revenue	1	Gross revenue				
Direct Expenses	2	Cash prizes				
	3	Noncash prizes				
	4	Rent/facility costs				
	5	Other direct expenses				
	6	Volunteer labor	<input type="checkbox"/> Yes      % <input type="checkbox"/> No	<input type="checkbox"/> Yes      % <input type="checkbox"/> No	<input type="checkbox"/> Yes      % <input type="checkbox"/> No	
	7	Direct expense summary Add lines 2 through 5 in column (d)				
	8	Net gaming income summary. Combine line 1, column d, and line 7				

9 Enter the state(s) in which the organization operates gaming activities:

a Is the organization licensed to operate gaming activities in each of these states?

b If "No," Explain:

10a Were any of the organization's gaming licenses revoked, suspended or terminated during the tax year?

b If "Yes," Explain:

11 Does the organization operate gaming activities with nonmembers?

12 Is the organization a grantor, beneficiary or trustee of a trust or a member of a partnership or other entity formed to administer charitable gaming?

	Yes	No
9a		
10a		
11		
12		

13 Indicate the percentage of gaming activity operated in

a The organization's facility

b An outside facility

13a	%
13b	%

14 Provide the name and address of the person who prepares the organization's gaming/special events books and records:

Name ▶

Address ▶

15a Does the organization have a contract with a third party from whom the organization receives gaming revenue?

b If "Yes," enter the amount of gaming revenue received by the organization ▶ \$ and the amount of gaming revenue retained by the third party ▶ \$

c If "Yes," enter name and address of the third party

Name ▶

Address ▶

16 Gaming manager information:

Name ▶

Gaming manager compensation ▶ \$

Description of services provided ▶

Director/officer  Employee  Independent contractor

17 Mandatory distributions

a Is the organization required under state law to make charitable distributions from the gaming proceeds to retain the state gaming license?

b Enter the amount of distributions required under state law distributed to other exempt organizations or spent in the organization's own exempt activities during the tax year ▶ \$

	Yes	No
13a		
13b		
14		
15a		
16		
17a		



**Part III** Grants and Other Assistance to Individuals in the United States. Complete if the organization answered "Yes" to Form 990, Part IV, line 22. Use Part IV and Schedule I-1 (Form 990) if additional space is needed.

(a) Type of grant or assistance	(b) Number of recipients	(c) Amount of cash grant	(d) Amount of non-cash assistance	(e) Method of valuation (book, FMV, appraisal, other)	(f) Description of non-cash assistance
SCHOLARSHIPS	12	126,000		FMV	

**Part IV** Supplemental Information. Complete this part to provide the information required in Part I, line 2, and any other additional information.

PART I, LINE 2 - PROCEDURES FOR MONITORING THE USE OF GRANT FUNDS  
 THE SCHOLARSHIPS ARE MEANT TO OFFER TUITION ASSISTANCE FOR STUDENTS. THE  
 SCHOLARSHIPS ARE KEPT WITHIN THE ORGANIZATION.

**SCHEDULE O**  
(Form 990)

Department of the Treasury  
Internal Revenue Service

**Supplemental Information to Form 990**

Complete to provide information for responses to specific questions on  
Form 990 or to provide any additional information.  
▶ Attach to Form 990.

OMB No 1545-0047

**2009**

Open to Public  
Inspection

Name of the organization

MINNESOTA LIFE COLLEGE

Employer identification number

41-1814112

**FORM 990 - ORGANIZATION'S MISSION OR MOST SIGNIFICANT ACTIVITIES**

THE MISSION OF MINNESOTA LIFE COLLEGE IS TO TRANSFORM THE LIVES OF YOUNG ADULTS WITH LEARNING DIFFERENCES AND AUTISM SPECTRUM DISORDERS BY TEACHING THEM THE SKILLS NECESSARY FOR INDEPENDENT LIVING AS THEY PURSUE PERSONAL AND FINANCIAL SELF-SUFFICIENCY.

FORM 990, PART VI, LINE 11A - ORGANIZATION'S PROCESS TO REVIEW FORM 990  
NO REVIEW WAS OR WILL BE CONDUCTED.

FORM 990, PART VI, LINE 12C - ENFORCEMENT OF CONFLICTS POLICY

THE POLICY IS REVIEWED ANNUALLY AT A BOARD OF DIRECTORS MEETING FOR BOARD MEMBERS AND ANNUALLY FOR STAFF AT A STAFF MEETING. THE POLICY IS DESCRIBED AND ALL BOARD MEMBERS AND STAFF MEMBERS SIGN A SHEET WHICH STATES THEY HAVE READ THE POLICY AND ARE AWARE OF THE POLICY. THERE HAVE BEEN NO INCIDENTS, SO THERE HAS BEEN ENFORCEMENT REQUIRED.

FORM 990, PART VI, LINE 15A - COMPENSATION PROCESS FOR TOP OFFICIAL

THE EXECUTIVE COMMITTEE MADE UP OF VOLUNTEER BOARD MEMBERS REVIEW THE EXECUTIVE DIRECTORS COMPENSATION/REVIEW. THE BOARD AS A WHOLE THEN REVIEWS THE PERFORMANCE REVIEW.

FORM 990, PART VI, LINE 19 - GOVERNING DOCUMENTS DISCLOSURE EXPLANATION

NO DOCUMENTS AVAILABLE TO THE PUBLIC

**Depreciation and Amortization**  
(Including Information on Listed Property)

▶ See separate instructions. ▶ Attach to your tax return.

Name(s) shown on return

**MINNESOTA LIFE COLLEGE**

Identifying number

**41-1814112**

Business or activity to which this form relates

**INDIRECT DEPRECIATION**

**Part I Election To Expense Certain Property Under Section 179**

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount. See the instructions for a higher limit for certain businesses	1	250,000
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	800,000
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2008 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2010. Add lines 9 and 10, less line 12	▶ 13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V

**Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instr.)**

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	27,342

**Part III MACRS Depreciation (Do not include listed property.) (See instructions.)**

**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2009	17	0
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

**Section B—Assets Placed in Service During 2009 Tax Year Using the General Depreciation System**

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only—see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property			27.5 yrs	MM	S/L	
			27.5 yrs.	MM	S/L	
i Nonresidential real property			39 yrs	MM	S/L	
				MM	S/L	

**Section C—Assets Placed in Service During 2009 Tax Year Using the Alternative Depreciation System**

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 40-year			40 yrs	MM	S/L	

**Part IV Summary (See instructions.)**

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations—see instructions	22	27,342
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

For Paperwork Reduction Act Notice, see separate instructions.

## Federal Asset Report

## Form 990, Page 1

Asset	Description	Date In Service	Cost	Bus Sec % 179Bonus	Basis for Depr	PerConv Meth	Prior	Current
<b>Other Depreciation:</b>								
2	Avaya Transtalk phone system	8/17/06	1,750		1,750	3 MO S/L	1,701	49
3	Digital Bngade	9/11/06	2,380		2,380	3 MO S/L	2,248	132
4	Digital Brigade 7 Desktops	9/11/06	7,890		7,890	3 MO S/L	7,452	438
5	Digital Brigade	10/31/05	26,801		26,801	3 MO S/L	26,801	0
6	E-Frame Server/Equip/Install	3/27/07	5,336		5,336	3 MO S/L	4,150	1,186
7	Metasoft Systems	4/01/07	3,995		3,995	3 MO S/L	2,996	999
8	E-Frame Installation	4/30/07	979		979	3 MO S/L	734	245
9	Wireless phones, voicemail	6/28/07	3,145		3,145	3 MO S/L	2,184	961
10	Personal Touch Tech/Wiring	7/09/07	2,530		2,530	3 MO S/L	1,687	843
11	Acticor Phone System	8/21/08	10,505		10,505	3 MO S/L	3,210	3,502
12	Acticor Phone System	9/26/08	254		254	3 MO S/L	71	84
13	Cambim Learning/Kurzweil Software	1/30/09	2,205		2,205	3 MO S/L	368	735
14	E-Tapestry	1/20/09	1,898		1,898	3 MO S/L	316	633
16	Telephone Equipment	8/21/02	1,462		1,462	7 MO S/L	1,432	30
17	Furnishings	10/08/04	360		360	7 MO S/L	257	52
18	Wall Construction	11/15/04	800		800	7 MO S/L	571	115
19	Equipment - Whytenmere, LLC	6/02/09	2,171		2,171	3 MO S/L	60	724
20	Equipment	6/09/09	2,339		2,339	3 MO S/L	65	780
22	Safes	9/30/05	1,545		1,545	5 MO S/L	1,159	309
23	Slumberland	6/16/09	1,735		1,735	3 MO S/L	48	579
24	Leasehold Improvements	11/01/05	24,000		24,000	3 MO S/L	24,000	0
25	Leasehold Improvements	11/30/05	3,775		3,775	3 MO S/L	3,775	0
26	Leasehold Improvements	10/04/06	10,965		10,965	3 MO S/L	10,053	912
27	Leasehold Improvements	8/01/07	12,400		12,400	3 MO S/L	7,922	4,134
28	Acticor Phone System	6/22/09	845		845	3 MO S/L	23	282
29	Computer/A Brabec	8/26/09	1,008		1,008	3 MO S/L	0	280
30	Computer Desktop - New Staff	9/30/09	776		776	3 MO S/L	0	194
31	Computer Desktop - Accting	11/01/09	776		776	3 MO S/L	0	172
32	2009 Dodge Minivan	7/22/09	19,888		19,888	5 MO S/L	0	3,646
33	2009 Chev Express 15 pass	8/19/09	31,953		31,953	5 MO S/L	0	5,326
	<b>Total Other Depreciation</b>		<u>186,466</u>		<u>186,466</u>		<u>103,283</u>	<u>27,342</u>
	<b>Total ACRS and Other Depreciation</b>		<u>186,466</u>		<u>186,466</u>		<u>103,283</u>	<u>27,342</u>
	<b>Grand Totals</b>		186,466		186,466		103,283	27,342
	<b>Less: Dispositions and Transfers</b>		0		0		0	0
	<b>Less: Start-up/Org Expense</b>		0		0		0	0
	<b>Net Grand Totals</b>		<u>186,466</u>		<u>186,466</u>		<u>103,283</u>	<u>27,342</u>

## AMT Asset Report

## Form 990, Page 1

Asset	Description	Date In Service	Cost	Bus %	Sec 179Bonus	Basis for Depr	PerConv Meth	Prior	Current
<b>Other Depreciation:</b>									
2	Avaya Transtalk phone system	8/17/06	0			0	0 HY	0	0
3	Digital Brigade	9/11/06	0			0	0 HY	0	0
4	Digital Brigade 7 Desktops	9/11/06	0			0	0 HY	0	0
5	Digital Brigade	10/31/05	0			0	0 HY	0	0
6	E-Frame Server/Equip/Install	3/27/07	0			0	0 HY	0	0
7	Metasoft Systems	4/01/07	0			0	0 HY	0	0
8	E-Frame Installation	4/30/07	0			0	0 HY	0	0
9	Wireless phones, voicemail	6/28/07	0			0	0 HY	0	0
10	Personal Touch Tech/Wiring	7/09/07	0			0	0 HY	0	0
11	Acticor Phone System	8/21/08	0			0	0 HY	0	0
12	Acticor Phone System	9/26/08	0			0	0 HY	0	0
13	Cambim Learning/Kurzweil Software	1/30/09	0			0	0 HY	0	0
14	E-Tapestry	1/20/09	0			0	0 HY	0	0
16	Telephone Equipment	8/21/02	0			0	0 HY	0	0
17	Furnishings	10/08/04	0			0	0 HY	0	0
18	Wall Construction	11/15/04	0			0	0 HY	0	0
19	Equipment - Whytenmere, LLC	6/02/09	0			0	0 HY	0	0
20	Equipment	6/09/09	0			0	0 HY	0	0
22	Safes	9/30/05	0			0	0 HY	0	0
23	Slumberland	6/16/09	0			0	0 HY	0	0
24	Leasehold Improvements	11/01/05	0			0	0 HY	0	0
25	Leasehold Improvements	11/30/05	0			0	0 HY	0	0
26	Leasehold Improvements	10/04/06	0			0	0 HY	0	0
27	Leasehold Improvements	8/01/07	0			0	0 HY	0	0
28	Acticor Phone System	6/22/09	0			0	0 HY	0	0
29	Computer/A Brabec	8/26/09	0			0	0 HY	0	0
30	Computer Desktop - New Staff	9/30/09	0			0	0 HY	0	0
31	Computer Desktop - Accting	11/01/09	0			0	0 HY	0	0
32	2009 Dodge Minivan	7/22/09	0			0	0 HY	0	0
33	2009 Chev Express 15 pass	8/19/09	0			0	0 HY	0	0
	<b>Total Other Depreciation</b>		<u>0</u>			<u>0</u>		<u>0</u>	<u>0</u>
	<b>Total ACRS and Other Depreciation</b>		<u>0</u>			<u>0</u>		<u>0</u>	<u>0</u>
	<b>Grand Totals</b>		0			0		0	0
	<b>Less: Dispositions and Transfers</b>		<u>0</u>			<u>0</u>		<u>0</u>	<u>0</u>
	<b>Net Grand Totals</b>		<u>0</u>			<u>0</u>		<u>0</u>	<u>0</u>

041360 MINNESOTA LIFE COLLEGE

41-1814112

FYE: 6/30/2010

## Depreciation Adjustment Report

### All Business Activities

<u>Form</u>	<u>Unit</u>	<u>Asset</u>	<u>Description</u>	<u>Tax</u>	<u>AMT</u>	<u>AMT Adjustments/ Preferences</u>
-------------	-------------	--------------	--------------------	------------	------------	---

There are no assets that meet the criteria of this report

Asset	Description	Date In Service	Cost	Tax	AMT
<b>Other Depreciation:</b>					
2	Avaya Transtalk phone system	8/17/06	1,750	0	0
3	Digital Brigade	9/11/06	2,380	0	0
4	Digital Brigade 7 Desktops	9/11/06	7,890	0	0
5	Digital Brigade	10/31/05	26,801	0	0
6	E-Frame Server/Equip/Install	3/27/07	5,336	0	0
7	Metasoft Systems	4/01/07	3,995	0	0
8	E-Frame Installation	4/30/07	979	0	0
9	Wireless phones, voicemail	6/28/07	3,145	0	0
10	Personal Touch Tech/Wiring	7/09/07	2,530	0	0
11	Acticor Phone System	8/21/08	10,505	3,502	0
12	Acticor Phone System	9/26/08	254	85	0
13	Cambim Learning/Kurzweil Software	1/30/09	2,205	735	0
14	E-Tapestry	1/20/09	1,898	633	0
16	Telephone Equipment	8/21/02	1,462	0	0
17	Furnishings	10/08/04	360	51	0
18	Wall Construction	11/15/04	800	114	0
19	Equipment - Whytenmere, LLC	6/02/09	2,171	723	0
20	Equipment	6/09/09	2,339	779	0
22	Safes	9/30/05	1,545	77	0
23	Slumberland	6/16/09	1,735	578	0
24	Leasehold Improvements	11/01/05	24,000	0	0
25	Leasehold Improvements	11/30/05	3,775	0	0
26	Leasehold Improvements	10/04/06	10,965	0	0
27	Leasehold Improvements	8/01/07	12,400	344	0
28	Acticor Phone System	6/22/09	845	282	0
29	Computer/A Brabec	8/26/09	1,008	336	0
30	Computer Desktop - New Staff	9/30/09	776	259	0
31	Computer Desktop - Accting	11/01/09	776	259	0
32	2009 Dodge Minivan	7/22/09	19,888	3,978	0
33	2009 Chev Express 15 pass	8/19/09	31,953	6,390	0
	<b>Total Other Depreciation</b>		<u>186,466</u>	<u>19,125</u>	<u>0</u>
	<b>Total ACRS and Other Depreciation</b>		<u>186,466</u>	<u>19,125</u>	<u>0</u>
	<b>Grand Totals</b>		<u>186,466</u>	<u>19,125</u>	<u>0</u>

041360 MINNESOTA LIFE COLLEGE

41-1814112

FYE: 6/30/2010

### Federal Statements

#### Taxable Interest on Investments

<u>Description</u>	<u>Amount</u>	<u>Unrelated Business Code</u>	<u>Exclusion Code</u>	<u>Postal Code</u>	<u>Acquired after 6/30/75</u>
	\$ 5,907			14	
TOTAL	<u>\$ 5,907</u>				

041360 MINNESOTA LIFE COLLEGE

41-1814112

FYE: 6/30/2010

## Federal Statements

### Form 990, Part IX, Line 24f - All Other Expenses

Description	Total Expenses	Program Service	Management & General	Fund Raising
FUNDRAISING	\$ 16,994			\$ 16,994
PROGRAM STAFF EXPENSES	13,717	12,045	858	814
BANK CHARGES	7,498	7,498		
DUES AND SUBSCRIPTIONS	1,829	1,606	114	109
DIRECTOR'S DISCRETIONARY	1,622	1,424	101	97
MEALS & ENTERTAINMENT	1,055	926	66	63
BOARD EXPENSES	685		685	
TOTAL	\$ 43,400	\$ 23,499	\$ 1,824	\$ 18,077

**Federal Statements****Prepaid Expenses**

<u>Description</u>	<u>Amount</u>
	\$ <u>33,291</u>
TOTAL	\$ <u><u>33,291</u></u>

**PART IV-A&B-DONATED SERVICES**

<u>Description</u>	<u>Amount</u>
	\$ <u>26,087</u>
TOTAL	\$ <u><u>26,087</u></u>

<u>Description</u>	<u>Amount</u>
	\$ <u>26,087</u>
TOTAL	\$ <u><u>26,087</u></u>

***MINNESOTA LIFE COLLEGE***

***FINANCIAL REPORT***

***JUNE 30, 2010***

## CONTENTS

	Page
<b>INDEPENDENT AUDITOR'S REPORT</b>	1
<b>FINANCIAL STATEMENTS</b>	
Statements of financial position	2
Statements of activities	3-4
Statements of functional expenses	5-6
Statements of cash flows	7
Notes to financial statements	8-12

## **INDEPENDENT AUDITOR'S REPORT**

To The Board of Directors  
Minnesota Life College  
Richfield, Minnesota

We have audited the accompanying statements of financial position of Minnesota Life College (A Minnesota Not-For-Profit Organization) as of June 30, 2010 and 2009, and the related statements of activities, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Minnesota Life College as of June 30, 2010 and 2009, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Minneapolis, Minnesota  
November 11, 2010

**MINNESOTA LIFE COLLEGE**  
**STATEMENTS OF FINANCIAL POSITION**

<b>JUNE 30,</b>	<b>2010</b>	<b>2009</b>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 839,836	\$ 858,260
Certificate of deposits	59,116	25,371
Accounts and grants receivable	156,809	43,443
Prepaid expenses	33,291	30,268
Security deposits	4,950	4,950
<i>Total current assets</i>	<b>1,094,002</b>	<b>962,292</b>
<b>PROPERTY AND EQUIPMENT, net</b>	<b>55,844</b>	<b>28,780</b>
<i>Total assets</i>	<b>\$ 1,149,846</b>	<b>\$ 991,072</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 20,974	\$ 15,136
Prepaid tuition and fees	43,080	37,926
Accrued payroll	30,302	28,681
Student security deposits	10,000	15,323
<i>Total current liabilities</i>	<b>104,356</b>	<b>97,066</b>
<b>NET ASSETS (See Note 3)</b>		
Unrestricted net assets		
Undesignated	675,613	568,129
Designated	294,877	320,877
Total unrestricted net assets	970,490	889,006
Temporarily restricted	75,000	5,000
<i>Total net assets</i>	<b>1,045,490</b>	<b>894,006</b>
<i>Total liabilities and net assets</i>	<b>\$ 1,149,846</b>	<b>\$ 991,072</b>

The Notes to Financial Statements are an integral part of these statements.

**MINNESOTA LIFE COLLEGE**  
**STATEMENTS OF ACTIVITIES**

<b>YEARS ENDED JUNE 30,</b>	<b>2010</b>	<b>2009</b>
<b>UNRESTRICTED NET ASSETS</b>		
<b>Revenue and Support</b>		
<b>Tuition and fees</b>		
Students	\$ 1,007,341	\$ 987,131
Agencies	51,338	117,346
Scholarships	126,000	101,506
GLC services	160,652	106,685
<i>Total tuition and fees</i>	<u>1,345,331</u>	<u>1,312,668</u>
<b>Contributions</b>		
Individuals	84,565	78,481
Corporations	33,313	34,192
Foundations	38,260	16,210
Gala benefit, net of direct benefit expenses of \$57,198 in 2010 and \$52,002 in 2009	218,871	189,200
<i>Total contributions</i>	<u>375,009</u>	<u>318,083</u>
<b>Other revenue</b>		
In-kind donations	26,087	17,125
Interest income	5,907	12,264
Miscellaneous income	12,687	8,197
<i>Total other revenue</i>	<u>44,681</u>	<u>37,586</u>
<i>Total unrestricted revenue and support</i>	<u>1,765,021</u>	<u>1,668,337</u>
Net assets released from restrictions	5,000	7,013
<i>Total unrestricted revenue, support, and reclassifications</i>	<u>\$ 1,770,021</u>	<u>\$ 1,675,350</u>

The Notes to Financial Statements are an integral part of these statements.

<b>YEARS ENDED JUNE 30,</b>	<b>2010</b>	<b>2009</b>
<b>Expenses</b>		
Program services	\$ 1,503,649	\$ 1,373,790
Support services	89,863	90,393
Fundraising	95,025	86,776
<i>Total expenses</i>	<u>1,688,537</u>	<u>1,550,959</u>
<i>Changes in unrestricted net assets</i>	<b>81,484</b>	<b>124,391</b>
<b>TEMPORARILY RESTRICTED NET ASSETS</b>		
<b>Revenue and Support</b>		
Foundation Contribution	75,000	-
Net assets released from restrictions	(5,000)	(7,013)
<i>Changes in temporarily restricted net assets</i>	<u>70,000</u>	<u>(7,013)</u>
<i>Net increase in total net assets</i>	<b>151,484</b>	<b>117,378</b>
Net assets, beginning of year	894,006	776,628
<i>Net assets, end of year</i>	<u><b>\$ 1,045,490</b></u>	<u><b>\$ 894,006</b></u>

**MINNESOTA LIFE COLLEGE**  
**STATEMENT OF FUNCTIONAL EXPENSES**

**YEAR ENDED JUNE 30, 2010**

	Program	Support	Fundraising	Total
	Services	Services		
<b>PERSONNEL EXPENSES</b>				
Salaries	\$ 684,225	\$ 65,956	\$ 57,910	\$ 808,091
Payroll taxes	60,301	5,779	5,206	71,286
Benefits	79,917	5,858	5,563	91,338
<i>Total personnel expenses</i>	<b>824,443</b>	<b>77,593</b>	<b>68,679</b>	<b>970,715</b>
<b>PROGRAM OPERATING EXPENSES</b>				
Student - room and board	220,039	-	-	220,039
Student - common expenses	17,987	-	-	17,987
Program staff expenses	12,045	858	814	13,717
Transportation	25,493	-	-	25,493
Technology expenses	20,842	1,483	1,409	23,734
Scholarships	126,000	-	-	126,000
Depreciation and amortization	24,007	1,709	1,622	27,338
<i>Total program operating expenses</i>	<b>446,413</b>	<b>4,050</b>	<b>3,845</b>	<b>454,308</b>
<b>MARKETING EXPENSES</b>				
Recruiting	66,434	-	-	66,434
Fundraising	-	-	16,994	16,994
General marketing	21,182	117	111	21,410
<i>Total marketing expenses</i>	<b>87,616</b>	<b>117</b>	<b>17,105</b>	<b>104,838</b>
<b>ADMINISTRATIVE EXPENSES</b>				
Rent	70,820	4,557	2,803	78,180
Insurance	11,623	827	786	13,236
Utilities	5,859	377	232	6,468
Professional fees	37,112	785	745	38,642
Bank and credit card fees	7,498	-	-	7,498
Telephone	5,526	393	374	6,293
Director's discretionary	1,425	101	96	1,622
Dues and subscriptions	1,606	114	109	1,829
Postage and delivery	2,782	198	188	3,168
Meals and entertainment	926	66	63	1,055
Board and other expenses	-	685	-	685
<i>Total administrative expenses</i>	<b>145,177</b>	<b>8,103</b>	<b>5,396</b>	<b>158,676</b>
<i>Total expenses</i>	<b>\$ 1,503,649</b>	<b>\$ 89,863</b>	<b>\$ 95,025</b>	<b>\$ 1,688,537</b>

The Notes to Financial Statements are an integral part of these statements.

**MINNESOTA LIFE COLLEGE**  
**STATEMENT OF FUNCTIONAL EXPENSES**

**YEAR ENDED JUNE 30, 2009**

	Program Services	Support Services	Fundraising	Total
<b>PERSONNEL EXPENSES</b>				
Salaries	\$ 626,190	\$ 66,715	\$ 57,471	\$ 750,376
Payroll taxes	54,956	5,850	5,047	65,853
Benefits	70,787	5,564	5,275	81,626
<i>Total personnel expenses</i>	<b>751,933</b>	<b>78,129</b>	<b>67,793</b>	<b>897,855</b>
<b>PROGRAM OPERATING EXPENSES</b>				
Student - room and board	209,405	-	-	209,405
Student - common expenses	18,340	-	-	18,340
Program staff expenses	13,283	1,018	967	15,268
Transportation	29,716	-	-	29,716
Technology expenses	16,908	1,296	1,231	19,435
Scholarships	101,506	-	-	101,506
Bad debt expense	27,245	-	-	27,245
Depreciation	22,352	1,713	1,628	25,693
<i>Total program operating expenses</i>	<b>438,755</b>	<b>4,027</b>	<b>3,826</b>	<b>446,608</b>
<b>MARKETING EXPENSES</b>				
Recruiting	38,645	-	-	38,645
Fundraising	-	-	9,776	9,776
General marketing	14,849	44	42	14,935
<i>Total marketing expenses</i>	<b>53,494</b>	<b>44</b>	<b>9,818</b>	<b>63,356</b>
<b>ADMINISTRATIVE EXPENSES</b>				
Rent	70,758	4,547	2,795	78,100
Insurance	11,231	861	817	12,909
Utilities	6,365	409	251	7,025
Professional fees	26,469	716	680	27,865
Bank and credit fees	3,849	-	-	3,849
Telephone	5,386	413	392	6,191
Director's discretionary	526	40	39	605
Dues and subscriptions	1,238	95	90	1,423
Postage and delivery	2,241	172	162	2,575
Meals and entertainment	1,545	118	113	1,776
Board and other expenses	-	822	-	822
<i>Total administrative expenses</i>	<b>129,608</b>	<b>8,193</b>	<b>5,339</b>	<b>143,140</b>
<i>Total expenses</i>	<b>\$ 1,373,790</b>	<b>\$ 90,393</b>	<b>\$ 86,776</b>	<b>\$ 1,550,959</b>

The Notes to Financial Statements are an integral part of these statements.

**MINNESOTA LIFE COLLEGE**

**STATEMENTS OF CASH FLOWS**

<b>YEARS ENDED JUNE 30,</b>	<b>2010</b>	<b>2009</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Increase in net assets	\$ 151,484	\$ 117,378
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation and amortization	27,338	27,288
Net changes in assets and liabilities:		
Accounts receivable	(113,366)	(33,209)
Prepaid expenses	(3,023)	(2,893)
Security deposits, net	(5,323)	798
Accounts payable	5,838	2,471
Prepaid tuition	5,154	(4,017)
Accrued payroll	1,621	(9,824)
	<u>69,723</u>	<u>97,992</u>
<i>Net cash provided by operating activities</i>	<b>69,723</b>	<b>97,992</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Maturity of certificate of deposits	25,130	22,180
Purchase of certificate of deposits	(58,875)	(10,411)
Purchase of property and equipment	(54,402)	(21,951)
	<u>(88,147)</u>	<u>(10,182)</u>
<i>Net cash used by investing activities</i>	<b>(88,147)</b>	<b>(10,182)</b>
	<b>(18,424)</b>	<b>87,810</b>
<i>Net increase (decrease) in cash and cash equivalents</i>		
Cash and cash equivalents, beginning of year	858,260	770,450
	<u>\$ 839,836</u>	<u>\$ 858,260</u>
<i>Cash and cash equivalents, end of year</i>		

The Notes to Financial Statements are an integral part of these statements.

**MINNESOTA LIFE COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE 1. SIGNIFICANT ACCOUNTING POLICIES**

***Organization:***

Minnesota Life College (MLC) is a vibrant, college-like community where learning disabilities and autism spectrum disorders are no longer barriers to a productive and satisfying adult life. The Organization has a nationally recognized program that enables students and families to realize their greatest hopes and dreams by providing students the opportunities for apartment-living and for practicing “Real Skills for Real Life” in a nurturing and respectful environment. MLC alumni live meaningful and independent lives through achieving life-long friendships and sustainable employment with benefits.

***Basis of presentation:***

Financial statement presentation follows the recommendations of the Accounting Standards Codification (ASC) section 958 (“Not-for-Profit Entities”). Under this codification, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. The Organization had no permanently restricted net assets as of June 30, 2010 and 2009.

***Basis of accounting:***

The financial statements of the Organization have been prepared on the accrual basis of accounting. This is the method of accounting where revenues are recognized in the period when earned or the unconditional promise to give has been received and expenses are recorded in the period when incurred regardless of whether or not such transactions have been fully settled by the receipt or payment of cash.

***Use of estimates:***

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

***Cash and cash equivalents:***

For purposes of the statement of cash flows, the organization considers all checking and savings accounts and short term highly liquid investment instruments purchased with a maturity of three months or less to be cash and cash equivalents.

**MINNESOTA LIFE COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE 1. (CONTINUED)**

***Concentration of credit risk:***

The Organization maintains certain cash accounts in commercial banks located in Minnesota. At times, such cash balances may be in excess of the Federal Deposit Insurance Corporation (FDIC) insurance limit.

***Accounts receivable:***

Accounts receivable is stated at unpaid balances, less an allowance for doubtful accounts. The Organization provides for losses on receivables using the allowance method. The allowance is based on experience and other circumstances. Receivables are considered impaired if full payments are not received in accordance with contractual terms. It is the Organization's policy to charge off uncollectible receivables when management determines that a receivable will not be collected. As of June 30, 2010 and 2009, no allowance was recorded due to the fact that the Organization deemed the receivables to be 100% collectible.

***Property, equipment, and depreciation methods:***

Furniture and equipment are recorded at cost less accumulated depreciation. Depreciation of property and equipment is computed on a straight-line basis and provided over the estimated useful lives of assets as follows:

Computer equipment	3 years
Vehicles	5 years
Leasehold improvements	3 years
Office furniture and equipment	3-7 years

When assets are sold, or disposed of, the cost and related accumulated depreciation are removed from the accounts, and any resulting gain or loss is recognized in income for the period. Improvements and betterments exceeding \$1,000 are capitalized while repairs and maintenance expenditures are expensed in the statement of activities.

***Tuition revenue recognition:***

The Organization recognizes tuition revenue pro-ratably throughout the year as it becomes earned.

**MINNESOTA LIFE COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE 1. (CONTINUED)**

***Contributions:***

Contributions, which include unconditional promises to give, are recognized as revenue in the period received. All contributions are available for unrestricted use unless specifically restricted by the donor. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. Contributed materials, fixed assets, or investments are recorded at fair market value when received.

***Functional allocation of expenses:***

The costs of providing the Organization's program and support activities have been presented on a functional basis. Accordingly, certain costs have been allocated among the program, support services, and fundraising based on the best estimates of the Organization.

***Advertising costs:***

Advertising costs are expensed as incurred and amounted to \$13,203 and \$12,667 for the years ended June 30, 2010 and 2009, respectively.

***Income taxes:***

Minnesota Life College is exempt from federal and Minnesota taxation pursuant to the provisions of Section 501(c) (3) of the Internal Revenue Code and Section 290.05 of the Minnesota Statutes and is only subject to federal and state income taxes on net unrelated business income. Since the Organization had no unrelated business taxable income in 2010 and 2009, the accompanying financial statements do not include any provision for federal or state income taxes.

The Organization's filings with the Internal Revenue Service are subject to audit. The information returns for the past three and one-half years are open to examination. Management has evaluated its tax positions and has concluded that they do not result in anything that would require either recording or disclosure in the financial statements based on the criteria set forth in Accounting Standards Codification (ASC) section 740.

**MINNESOTA LIFE COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**

**NOTE 2. PROPERTY AND EQUIPMENT**

Furniture and equipment is comprised of the following:

<b>JUNE 30,</b>	<b>2010</b>	<b>2009</b>
Computer equipment	\$ 73,074	\$ 70,514
Vehicles	51,842	-
Leasehold improvements	51,140	51,140
Office furniture and equipment	10,411	10,411
Total cost	186,467	132,065
Less accumulated depreciation	(130,623)	(103,285)
<b><i>Net fixed assets</i></b>	<b>\$ 55,844</b>	<b>\$ 28,780</b>

Depreciation expense of \$27,338 and \$27,288 was recorded for the years ended June 30, 2010 and 2009, respectively. The Organization had written off \$143,476 of fully depreciated fixed assets from the statement of financial position as of June 30, 2009.

**NOTE 3. NET ASSETS**

At June 30, 2010 and 2009, the Board of Directors has designated unrestricted net assets as follows:

<b>JUNE 30,</b>	<b>2010</b>	<b>2009</b>
FY10-11 Scholarships	\$ 114,000	\$ 110,000
Leasehold Restoration	75,000	75,000
Lighty Reserve	-	30,000
Operational reserve	105,877	105,877
<b><i>Total</i></b>	<b>\$ 294,877</b>	<b>\$ 320,877</b>

At June 30, 2010 and 2009, temporarily restricted net assets consisted of the following:

<b>JUNE 30,</b>	<b>2010</b>	<b>2009</b>
Program evaluation	\$ -	\$ 5,000
Scholarship fund	75,000	-
<b><i>Total</i></b>	<b>\$ 75,000</b>	<b>\$ 5,000</b>

**MINNESOTA LIFE COLLEGE**  
**NOTES TO FINANCIAL STATEMENTS**

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**NOTE 4. IN-KIND CONTRIBUTIONS**

In-kind contributions included donated legal services during fiscal years June 30, 2010 and 2009. In accordance with ASC section 958, the value of these assets is recorded at their estimated fair market value at the date of receipt. For the years ended June 30, 2010 and 2009, these in-kind contributions were valued at \$26,087 and \$17,125, respectively.

**NOTE 5. COMMITMENTS**

The Organization has leases for apartment units in Richfield, Minnesota that are used for student apartments, staff offices, and a student center. The leases are generally renewed each year for the ensuing school year. There are no long-term lease arrangements. Total rent expense relating to these apartment leases was \$183,180 and \$182,125 for the years ended June 30, 2010 and 2009, respectively.

The Organization also leases office equipment under non-cancelable operating leases. Minimum future rental payments under the leases as of June 30, 2010 are as follows:

<b>YEARS ENDING JUNE 30,</b>	
2011	\$ 9,783
2012	6,672
2013	4,332
2014	4,332
2015	1,083
<hr/>	
<b>Total</b>	<b>\$ 26,202</b>

Total rent expense under these leases was \$15,521 and \$20,150 for the years ended June 30, 2010 and 2009, respectively.

**NOTE 6. SALARY REDUCTION RETIREMENT PLAN**

Minnesota Life College has a Salary Reduction Retirement Plan that is qualified under Section 403(b) of the Internal Revenue Code. Employees who are 75% or more full time equivalent are eligible to participate in the plan. The plan must be funded solely by employee contributions under salary reduction arrangements.

**NOTE 7. SUBSEQUENT EVENT**

The Organization has evaluated subsequent events through November 11, 2010. No material subsequent events were noted.