



Keweenaw

community foundation

For good. For ever.

2010 ANNUAL REPORT



The painting "Picking Sides" by renowned sports artist Terrence Fogarty shows Copper Country youth hockey players at the West Houghton outdoor rink with familiar Keweenaw landmarks in the background. The painting was commissioned as a fundraiser for the Copper Country Youth Hockey Endowment Fund at the Keweenaw Community Foundation. The original painting was purchased by Superior National Bank of Hancock, and a limited number of prints are available for \$250 framed or \$175 unframed by contacting Patrick Mikesch at pmikesch@mtu.edu. To contribute directly to the endowment, contact KCF at 906-482-9673. The painting is a great way to display Copper Country memorabilia in your home or office while giving back to a sport that is so important in our youth.



Happy Holidays. We thank you for supporting the Keweenaw Community Foundation and its mission of building strong endowments and granting income from them to enrich the entire Keweenaw. We have recently added four inspiring new funds that are included in the list of funds on the back page. They include the Yeoman Family Fund that supports alternative education throughout the area, CLK Youth Hockey, Copper Harbor Improvement Association, and the Copper Harbor Trails Club. This is testament to the sustainability KCF offers to non-profit groups in the Keweenaw.



This has been an economically difficult year for everyone, including your Keweenaw Community Foundation. We depend upon the yields and growth of our invested

funds to provide the money that we and our partners grant to worthwhile causes. Because in the past year those investment yields have been low and many investments volatile, little grant money was available. But in times like these, the wisdom of our long-term mission becomes clear. Unlike so many institutions that have failed during this "Great Recession," we are structured to keep our footing, to survive the downturn, and to once again create granting as the economy recovers. Because our assets are invested for the long term, they are not spent away in difficult times. That's why we can say that the Keweenaw Community Foundation is "For Good. For Ever."

With little investment income to grant, we nonetheless have accomplished several exciting things this year that position us even better for the future. In this report we will describe some of these accomplishments with words and pictures.

This report also presents the growing list of charitable funds we manage, and a list of the wonderful donors who support these funds and our operations. We hope that you will consider special financial support of one or more of these worthwhile causes, using the donation form on the back page. A gift to any of the funds within the Keweenaw Community Foundation qualifies for the Federal income tax deduction, and all endowed funds qualify for the Michigan income tax credit of half of the donation up to \$100 per person. For example, a couple in the 28% tax bracket that donates \$400 to a KCF endowed fund gets back \$112 in Federal tax deduction and \$200 in Michigan tax credit, meaning that the \$400 gift really costs only \$88! And beyond these opportunities to build our endowments, we hope you will attend our Pure Gold Gala in the Isle Royale Ballroom on Michigan Tech University's campus on January 19, 2011. It supports our ability to manage our many funds from day to day. Look for a separate Pure Gold invitation in your mail, or call our office for more information.

Steve Zutter, *Board Chair*
Barbara Rose, *Executive Director*

Special Fund Raising Events

FIRST BREWFEST BENEFITS NEW WILDLIFE HABITAT FUND AND OTHER KCF PARTNERS

Keweenaw Brewfest 2010 on August 28 attracted more than 600 celebrants from across the Copper Country to the Houghton waterfront. Brewers from Michigan and Wisconsin offered about 60 different beers in commemorative 6-ounce pilsner glasses. The Houghton Lions Club served barbecued chicken, while three local restaurants competed in a ribs cookoff. Local bands provided four hours of entertainment.

Michael Rose, an avid outdoorsman and environmental engineer, organized this first of a kind event in the Keweenaw to help fund his new KCF endowment to help protect wildlife habitat. With the help of a large and energetic corps of volunteers, he donated profits of \$10,750 to his and other KCF endowments. We hope Brewfest will become an annual late-summer treat.

PURE GOLD GALA FUNDS OPERATIONS

On January 13, 2010, 120 KCF supporters enjoyed a glittery "Pure Gold" gala in the MTU Ballroom. Following a glamorous dinner, highlights of the previous year were recapped as a visual display with commentary by Chairman Steve Zutter and Executive Director Barb Rose. Leadership Recognition Awards were presented to three longtime trustees: Ron Helman, John Sullivan, and co-founder Doug Stuart. Sponsors and attendees of Pure Gold provide a major part of the funds needed to operate KCF through the year.

New Endowment Funds

COPPER HARBOR TRAILS CLUB

The Copper Harbor Trails Society, also known as the Trails Club, aims to get people out on unforgettable trails while ensuring sustainability throughout Mother Nature. With more than 150 members from all over the country, the club has undertaken major trail building and improvement projects that earned "Epic Ride" status from the International Mountain Bicycling Association, the only such honor in the U.P.

And to help assure the club's long-term financial strength and expansion, it established two funds this year at KCF. One is an endowment fund that can benefit from the Michigan income tax credit for donors and assure future investment earnings. The other is a cash fund where money can be drawn out when needed, for example to purchase land the trails cross. The club hopes to someday encompass the lovely Keweenaw Point Trail along the shoreline of Lake Superior. You can find more information on the club at their website copperharbortrails.org.

YEOMAN FAMILY FUND

Bernadette Yeoman-Ouellette came to KCF with clear objectives. She wanted to develop an endowment fund, but also to instill in her entire family a sense of philanthropy, and in doing so to enrich alternative education in the Keweenaw. The Bridge Alternative High School in Hancock was selected for initial attention. And with the help and advice of Finlandia University President Philip Johnson, a cadre of college student mentors were recruited and matched with Bridge students. The mentors learned to coach both social and academic skills, building student self confidence, skills, knowledge and aspirations. Another more senior mentor, world-famous artist Ed Gray of Calumet, hosted the Bridge students for a trimester in his Community Art Center where they created a tile collage for their school entrance,

learning art, math and how to work cooperatively.

Some of the Bridge students now are working their way toward college, and all involved are enthusiastic about this alternative education program continuing. Thus Bernadette's passion has become a reality with the help of KCF and many Copper Country helpers.

COPPER HARBOR IMPROVEMENT ASSOCIATION

CHIA is a volunteer organization committed to enhancing and preserving the business climate and residential charm of Copper Harbor. To help plan for their town's future, CHIA president Staci Gibson developed with KCF executive director Barb Rose a "futuring session" that more than 60 harborites attended. They envisioned many improvements that would still keep their hometown atmosphere, such as an amphitheater in the park, a fishing pier, and various streetscape projects. To help make these visions sustainable, CHIA started a new endowment fund with KCF. Gibson hopes the fund, with its Michigan tax credit feature, will attract donations from the many people who have been touched by Copper Harbor and would like to contribute to its future.

CLK HOCKEY FUND

The newest KCF partner, the CLK Hockey Fund, was started to provide assistance to members and organizations within Calumet, Laurium and the Keweenaw communities in support of youth hockey. It will encourage youngsters to play hockey, and will help with expenses for those who need it. More news will be shared at a gala Kick Off event in early 2011.

Giving Back to the Community

GAFFNEY SCHOLARSHIP AWARDED

The 2010 Bernard F. Gaffney Scholarship was awarded to Houghton High School graduate Anica A. Gillis at a seniors banquet in May. In addition to an excellent academic record, participation in sports, and a class office, Anica was active in Health Occupations Students of America (HOSA) for four years, serving as its president, winning two of its regional Gold Medals, and was a state finalist in HOSA competitions her senior year. She also was selected as The Daily Mining Gazette's "Student of the Week," and designated as Houghton Rotary's "Student of the Month." Anica is now pursuing a degree at Northern Michigan University School of Nursing. She is the daughter of Murray and Michelle Gillis of Chassell.

HERMAN GUNDLACH FUND GRANTS

Herman "Winks" Gundlach supported many worthwhile causes during his life, and now his endowment fund at KCF continues to do so. His fund granted a total of \$3,900 in 2010 to 23 local non-profits, including the Barbara Kettle Gundlach Shelter, Bay Cliff Health Camp, Boy Scouts, Calumet Theatre, Camp Lahti For Kids, Cho Scholarship Fund, Copper Country Community Arts Council, Girl Scouts, Humane Society, Habitat for Humanity, Killer Whales, United Way, Elks, Finlandia University, Good Will Farm, Keweenaw Family Resource Center, Unitarian Universalist Fellowship, Little Brothers/Friends of the Elderly, Omega House, Pine Mountain Music Festival, Read to Ride, Salvation Army and SKY.

Keweenaw Community Foundation

What?

Incorporated in 1994, KCF is a the primary charitable organization serving the long-term needs of Keweenaw and Houghton Counties.

How?

KCF does this by helping a variety of non-profit groups as well as individuals to set up and operate permanent investment funds that provide grants to pay for local needs now and in the future. These funds, mostly endowments but also other types of long-term investments, are funded by private contributions and designated for specific non-profit organizations, local fields of charitable interest, or other charitable uses selected by the donors.

Why?

Because by acting together as partners with KCF, charitable donors and organizations can maximize their long-term contributions to the community while minimizing their costs of doing so.

Who?

KCF is governed by volunteers, including a board of trustees representing a variety of community interests. The board is advised by professionals in fields such as finance, accounting and law, and by the organizations KCF serves. It is supported by a part-time staff headed by Executive Director Barbara Rose.

READ TO RIDE PROGRAM

As a trustee of the Good Will Farm, the late Herman "Winks" Gundlach started the Read to Ride Program to allow youngsters to win a bike as a reward for reading. Twenty bikes and helmets are awarded each year. The Copper Country Intermediate School District now administers the program with the help of The Daily Mining Gazette, the Houghton Rotary, five local bike shops, and many other organizations and individuals. The Herman Gundlach Fund at the Keweenaw Community Foundation continues to help fund this heart warming program as "Winks" himself did during his life.

HEART AND HANDS AWARD

Cindy Drake was honored with the 2010 Hearts and Hands of the Keweenaw Award after years of volunteer and staff work with Little Brothers/Friends of the Elderly, Keweenaw Land Trust, Stanton Schools, and the Copper Country Humane Society, among others. The award of \$1,000 is given to the non-profit of the winner's choice. Cindy chose the Keweenaw Land Trust which she helped to found. KLT is a non-profit organization dedicated to saving the Keweenaw's precious natural resources. According to Heart and Hands board member Terry Kinzel, "everytime there is a project that needs help, she's there to do it." Cindy has been a volunteer from an early age, and today she is passing that on to her three daughters. The award was started in 1998 to recognize outstanding Copper Country vounteers that are sometimes "under the radar," according to Terry. The award is partly funded by the KLT endowment fund at KCF.

DONOR LIST

Donors during fiscal 2009 & 2010 (April 1, 2009 to November 17, 2010)

Nancy L. Abramson
 Michael and Marilyn Agin
 Mark Ahlborn
 Jon J. Ahola
 Thomas Albee
 Brad Aldrich
 Michael Aldrich
 The Ambassador
 Ameriprise Financial -Matching Gift Program
 Anast Family Foundation
 Aurthur and Maureen Anderson
 Dennis and Betty Anderson
 Patricia S. Anderson
 Applebee's Neighborhood Grill & Bar
 Archer Daniels Midland Foundation
 Molly K. Armstrong
 Michael and Karen Arola
 Layla Aslani
 Rubina Aslanian
 David P. Bach
 Mr. Dion Baldus
 Norman and Mary Ellen Banfield
 Dennis and Sandra Barrette
 Phillip Barry
 Bay Electric
 Elaine M. Beaudoin
 James and Linda Belote
 Michael and Cathy Benda
 Paul Bergstrom
 Mary L. Beyers
 BHK Child Development
 Michele Blau
 James and Rhonda Bogan
 Leonard J. Bohmann and Janeen Stephenson
 Book Concern Printers
 Thomas Borsum
 Debby Bose Filer
 James and Alice Boyce

Tim and Meg Bradford
 Lori Bradley
 Kristine L. Bradford
 Brian and kayrissa Brewster
 Brilliant Consulting
 James R. Brooks
 Bruce Rukkila, CPA, PC
 Martin Bukovac
 Mary Jane (Sue) Burcar
 Charles and Grace Burger
 Jill N. Burkland and Randy Freisinger
 The Calumet Theatre
 Paul Campbell
 Campioni Enterprises, Inc
 Patrick and Jan Campioni
 Brian and Dr. Rima Carlson
 Larry Carroll and Mary Carroll Haller
 Joan Chadde
 Eugene Chamberlain
 Jane E. Church
 Melba R. Clapp
 Edward J. Clark
 Phyllis A. Clevenger
 Kevin Codere
 Tom and Donna Cole
 Thomas and Jane Conine
 Les Cook and Stephanie Valentine-Cook
 Ann Cooper
 Marilyn M. Cooper
 Copper Harbor Improvement Association
 County of Keweenaw
 Rebecca Crane
 Daily Mining Gazette
 Daniel and Roberta Dalquist
 Mr. and Mrs. Phillip Dascola
 Russell Davidson
 Joseph P. Dellavalla
 Dodgeville Welding & Machining
 Dollar Bay First Responders
 Dollar Bay Linoleum and Tile Company
 Paul C. Doud

Downtower, Inc.
 Michael and Janet Dudenas
 John and Janet Dunn
 Ronald and Barbara Eckoff
 William Eddy
 Edward Jones, Brent Petereson
 Edward Jones, Steve Zutter
 Edward Jones, Dan Dalquist
 Edward Jones, Bob Nelson
 Daniel T. Farrell
 Jeff and Shelley Farrey
 Frank C. Fiala and Emily Dekker-Fiala
 Clarence and Yvonne Fisher
 Ronald J. Fisher DDS
 Jo Foley
 Willis and Branda Fontaine
 Fredrickson Agency
 Ted Fredrickson
 Paul and Robertine Freshwater
 Edward and Elizabeth Gaffney
 Christopher and Margaret Gale
 Chris Gariepy
 Vera Gerhardt
 Dr. David Gilbert
 Marlene F. Gilpin
 Virginia A. Gougeon
 David A. Grandelis
 Beverly Grant
 Gratiot Lake Conservancy
 Ronald K. Gratz
 Great Lakes Accounting, PC
 J.B. and Phyllis Green
 Sarah Green
 Larry and Janet Gremaux
 Cindy Griffin
 Robert and Linda Guiliani
 Gundlach Champion, Inc.
 Julie Gundlach
 H & Y Marina
 Fred and Erlynda Hagen
 Edward and Deb Halcomb
 Douglas and Shelby Hamar
 Harbor Haus Restaurant
 Ruby B. Hardy
 Mike and Amy Hauswrith
 Robert Hauswirth
 James and Bonita Hay
 Lisa Hayward
 Paul C. Heide
 Randy P. Heinonen
 Roger and Allison Helman
 Ronald and Lou Ellyn Helman
 Daniel Hendrickson and Stephen Jukuri
 Joan Hendrickson
 David and Nancie Hermanson
 James and Margaret Hertel
 Jacob and Renee Hiller
 Thomas and Jane Hiltunen
 Alison K. Hoagland
 Houghton High School Alumni Association
 Houghton Rotary Club
 Craig and Amy Hughes
 Interactive Medical
 Christopher Ipson
 J.R.G. Development Ltd.

Shane Jacques
 Virginia Jamison
 Martha Janners
 Jim's Foodmart
 Dana Johnson
 Dewey Jones
 Jones, Waldo, Holbrook & McDonough, P.C.
 Joseph M Daavettilla PC
 David Jukuri
 Julien Properties, Inc.
 Gerald and Julie Kangas
 Steven T. Karpiak Jr
 Marie Kellan
 Harold and Rita Kestner
 Keweenaw Automotive, Inc.
 Keweenaw Brewing Company
 Keweenaw Land Trust
 Keweenaw Memorial Medical Center
 Terry Kinzel and Sue Ellen Kingsley
 Mary Klein
 Kirk Klemme and Ann Clancy-Klemme
 Fed and Roberta Kobler
 Ray Kolehmainen
 Richard and Emilie Krzrnarich
 Mr. and Mrs. Erik Kukkonen
 Craig and Jeanne Kurtz
 Jim and Tammy LaBeske
 Bill Labissoniere
 David and Elissa Labyak
 Lahti Apartments
 Terrence LaJeunesse
 Mark Lambert
 Reverand Robert and Deloris Langseth
 Larry and Rachel Lankton
 John S. Larson
 Dan and Rose Le Veque
 Darin and Tamara Leetun
 Rae Leggett
 Paul A. Lehto
 William W. Leonard III and Nancy J. Leo
 Brent Leonard
 Jeffrey C. Lewin
 Library Restaurant & Brew Pub
 Cathy Lucchesi
 Rudy and Kelly Luck
 Jerry and Frances Luoma
 Jonathan and Linda Luse
 Paul Lyle
 Jerry MacInnes
 Scott and Elizabeth MacInnes
 Mitzi Marcotte
 John A. Marino
 Marquette General Health System
 Robert and Janet Marr
 The Martin Family Foundation
 Patrick and Susan Martin
 Marilyn Mason
 Michael and Vicky Mattila
 Randy and Katie McKay
 James R. Melchiori
 Deen Messner



Bridge Alternative High School students work with mentor and Calumet artist Ed Gray to design and create a tile entryway for their school as a project of the new Yeoman Family Fund.

2009-2010 OFFICERS AND TRUSTEES

Chairman

Stephen Zutter – *Financial Advisor, Edward Jones, Hancock*

Vice Chairman

Timothy Baroni – *President and CEO, Range Bank – Copper Country*

Secretary

Phyllis Clevenger – *Assoc. Director of Employment Services, MTU*

Treasurer

Joseph Daavettila – *Joseph Daavettila, CPA*

Linda Belote – *Professor Emerita of Anthropology, Univ. of Minn., Duluth*

Lesley Cook – *Vice President of Student Affairs, MTU*

Lucinda Enderby – *Owner, Great Lakes Accounting, PC*

Joseph Evans – *Senior Financial Advisor, Ameriprise Financial Services*

Paul Freshwater – *Retired Regional Govt. Affairs Manager, Procter & Gamble*

Michael Hauswirth – *Chief Operating Officer, Aspirus Keweenaw Hospital*

Martha Janners – *Professor Emerita, MTU*

Samantha Henderson – *Youth Advisory Committee*

James Lowrie – *Attorney/Mediator*

Peter Negro – *CPA, Bruce Rukkila, PC*

Stephan Olsson – *Producer, Wickley Insurance Agency, Inc.*

Brent Peterson – *Financial Advisor, Edward Jones*

William Predebon – *Professor and Chair, Dept. of MEEM, MTU*

Douglas Stuart – *Retired Director of Institutional Analysis, MTU*

Karin VanDyke – *Vice President of Communications, Portage Health*



Houghton High School graduate Anica A. Gillis was awarded the 2010 Bernard F. Gaffney Scholarship at a seniors banquet in May.



Natalie Ruotsala of Hancock proudly shows off the new bike and helmet she won in the Read To Ride Program.



Hearts and Hands of the Keweenaw 2010 award winner Cindy Drake with daughters Samantha and Lila (r).

Photo by Michael Babcock.

2009-10 PROFESSIONAL ADVISORY COUNCIL

Joseph Daavettila – *Certified Public Accountant*

Bob DuPont – *Bank President*

Lucinda Enderby – *Certified Public Accountant*

Joseph Evans – *Certified Financial Planner*

Roger Helman – *Attorney, Certified Financial Planner*

Jonathan Luse – *Certified Public Accountant*

David Mechlin – *Attorney*

Bruce A. Rukkila – *Certified Public Accountant*

Stephen Zutter – *Financial Advisor*

The Professional Advisory Council is professionally qualified to explore and offer advice to donors about tax and estate planning benefits, and to KCF and its partners about long-term financial investment and grant making policies. Your personal advisor can also assist you in selecting planned giving methods best suited for you and your charitable intentions.

Keweenaw Community Foundation Staff

Barbara Rose – *Executive Director*

Heather McCloskey – *Office Manager*



From left, KCF Executive Director Barb Rose celebrates the new Copper Harbor Improvement Association Endowment Fund with CHIA President Staci Gibson, Trustee Phoebe Wienke, and Treasurer Janet Barnes.

Photo by Stacy Kukkonen.

First Annual Brewfest

The first annual Brewfest attracted 17 breweries, barbeque vendors, and more than 600 celebrants to the Houghton waterfront to benefit KCF endowments.



KCF Trustees prepare to serve almost 60 brands of beer at the inaugural Houghton Brewfest. Left to right are Steve Zutter, Les Cook, Paul (Lagerhead) Freshwater, Pete Negro and (emeritus) Jim Bogan.



KCF volunteers and staff enjoy a barbecue lunch in the Brewfest August sunshine. Left to right are Rhonda Bogan, Executive Director Barb Rose, Bernadette Yeoman-Ouellette, and Trish Sherman.



STATEMENT OF FINANCIAL POSITION

In \$ for fiscal years ending March 31

ASSETS:	2010	2009
Cash and cash equivalents.....	53,940	65,912
Investments at fair value.....	4,224,131	3,002,161
Pledges receivable, net	11,277	13,916
Accrued interest receivable.....	9,558	10,533
Accounts receivable.....	578	492
Land held for sale.....	174,150	174,150
Inventory	12,600	17,691
Property and equipment, net.....	1,137	787
Investments in Unitrust	237,650	176,470
Total Assets	4,725,021	3,462,112
LIABILITIES:		
Accounts payable	7,503	15,960
Grants payable.....	0	1,000
Annuities payable.....	452,146	299,158
Funds held as agency endowments ...	232,741	172,789
Trust funds payable – Unitrust.....	237,650	176,470
Total Liabilities.....	930,040	665,377
NET ASSETS:		
Annuity funds	50,072	(75,836)
Designated funds	1,242,367	1,039,760
Donor advised funds	858,398	654,493
Field of interest funds.....	1,263,076	977,073
Scholarship funds	193,997	146,303
Unrestricted.....	87,071	54,942
Total Net Assets	3,794,981	2,796,735
Total Liabilities and Net Assets	4,725,021	3,462,112

The audit of the fiscal year ending March 31, 2010 was performed by Makela, Toutant, Hil & Nardi, P.C. To review the complete audit, contact the foundation office.

Public Documents:

Our annual audit, IRS form 990, and our annual application for the State of Michigan License to Solicit Donations are available at our office during business hours. For our investment information, the names of our investment managers, members of our investment committee, and the administrative fees charged, please e-mail us at mail@k-c-f.org or call (906) 482-9673.

SAVE THE DATE! PURE GOLD 2011

Keweenaw Community Foundation's annual fundraiser to benefit operations will be held on Wednesday, January 19th, 2011 from 6-9pm in the Isle Royal Ballroom on the Michigan Tech University Campus. Watch for your invitation in the mail. Or to purchase tickets for this event, please call the KCF office at 482-9673.



Trustee Paul Freshwater presents a Leadership Recognition Award to long-time Trustee Ron Helman (left) at the January, 2010 Pure Gold Banquet.

The 2010 Goal Getter Award was presented to the Copper Country Youth Hockey Endowment. Receiving the award from Trustee Tim Baroni (left) and Executive Director Barb Rose (right) on behalf of the CCYH board are founding directors (l to r) Dave Wiitanen, Dave Jukuri and Bob Mikesch.



Sarah Sheffer accepts the 2010 Most Significant Gift Award from Board Chairman Steve Zutter on behalf of her late cousin Eileen Niva.

