

FINANCIAL DISCLOSURE REPORT FOR CALENDAR YEAR 2009

Report Required by the Ethics
in Government Act of 1978
(5 U.S.C. app. §§ 101-111)

1. Person Reporting (last name, first, middle initial) Kapala, Frederick J.	2. Court or Organization District Court, N D Illinois	3. Date of Report 05/05/2010
4. Title (Article III judges indicate active or senior status; magistrate judges indicate full- or part-time) District Judge	5a. Report Type (check appropriate type) ☐ Nomination, ☐ Initial ☒ Annual ☐ Final 5b. ☐ Amended Report	6. Reporting Period 01/01/2009 to 12/31/2009
7. Chambers or Office Address 211 South Court Street Rockford, IL 61101	8. On the basis of the information contained in this Report and any modifications pertaining thereto, it is, in my opinion, in compliance with applicable laws and regulations. Reviewing Officer _____ Date _____	
IMPORTANT NOTES: The instructions accompanying this form must be followed. Complete all parts, checking the NONE box for each part where you have no reportable information. Sign on last page.		

I. POSITIONS. (Reporting individual only; see pp. 9-13 of filing instructions.)

☐ NONE (No reportable positions.)

	POSITION	NAME OF ORGANIZATION/ENTITY
1. Trustee		Trust # 1
2. Trustee		Trust # 2
3. Director		[REDACTED], an Illinois not-for-profit corporation
4.		
5.		

II. AGREEMENTS. (Reporting individual only; see pp. 14-16 of filing instructions.)

☐ NONE (No reportable agreements.)

	DATE	PARTIES AND TERMS
1.	12/31/2009	State of Illinois Retirement System, pension benefits payable at retirement at or after age 55
2.		
3.		

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III. NON-INVESTMENT INCOME. *(Reporting individual and spouse; see pp. 17-24 of filing instructions.)***A. Filer's Non-Investment Income**☐ NONE *(No reportable non-investment income.)*

<u>DATE</u>	<u>SOURCE AND TYPE</u>	<u>INCOME</u> (yours, not spouse's)
1. 2009	State of Illinois - Appellate Court Judge retirement payments	\$150,578.16
2. 08/14/2009	George Daily - Sale of Automobile	\$14,000.00
3.		
4.		

B. Spouse's Non-Investment Income - *If you were married during any portion of the reporting year, complete this section.**(Dollar amount not required except for honoraria.)*☐ NONE *(No reportable non-investment income.)*

<u>DATE</u>	<u>SOURCE AND TYPE</u>
1. 12/31/2009	Catholic Diocese of Rockford, substitute teaching
2.	
3.	
4.	

IV. REIMBURSEMENTS -- *transportation, lodging, food, entertainment.**(Includes those to spouse and dependent children: see pp. 25-27 of filing instructions.)*☒ NONE *(No reportable reimbursements.)*

<u>SOURCE</u>	<u>DATES</u>	<u>LOCATION</u>	<u>PURPOSE</u>	<u>ITEMS PAID OR PROVIDED</u>
1.				
2.				
3.				
4.				
5.				

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V. GIFTS. *(Includes those to spouse and dependent children; see pp. 28-31 of filing instructions.)*

☒ NONE *(No reportable gifts.)*

<u>SOURCE</u>	<u>DESCRIPTION</u>	<u>VALUE</u>
1. _____	_____	_____
2. _____	_____	_____
3. _____	_____	_____
4. _____	_____	_____
5. _____	_____	_____

VI. LIABILITIES. *(Includes those of spouse and dependent children; see pp. 32-33 of filing instructions.)*

☒ NONE *(No reportable liabilities.)*

<u>CREDITOR</u>	<u>DESCRIPTION</u>	<u>VALUE CODE</u>
1. _____	_____	_____
2. _____	_____	_____
3. _____	_____	_____
4. _____	_____	_____
5. _____	_____	_____

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VII. INVESTMENTS and TRUSTS — income, value, transactions (Includes those of spouse and dependent children; see pp. 34-60 of filing instructions.)

☐ NONE (No reportable income, assets, or transactions.)

A. Description of Assets (including trust assets) Place "(X)" after each asset exempt from prior disclosure	B. Income during reporting period		C. Gross value at end of reporting period		D. Transactions during reporting period				
	(1) Amount Code 1 (A-H)	(2) Type (e.g., div., rent, or int.)	(1) Value Code 2 (J-P)	(2) Value Method Code 3 (Q-W)	(1) Type (e.g., buy, sell, redemption)	(2) Date mm/dd/yy	(3) Value Code 2 (J-P)	(4) Gain Code 1 (A-H)	(5) Identity of buyer/seller (if private transaction)
1. Chase Bank account # 1	A	Interest	K	T					
2. Blackhawk Bank account # 1	A	Interest	K	T					
3. Blackhawk Bank account # 2	A	Interest	J	T					
4. Blackhawk Bank account # 3	B	Interest	K	T					
5. Amcore Bank Account # 1	A	Interest	K	T					
6. Alpine Bank CD	A	Interest	J	T	Open	12/20/09	J		
7. RJ Bank deposit program	A	Interest			Closed	04/30/09	N		
8. Scottrade Bank deposit program	A	Interest	M	T	Open	04/30/09	N		
9. Van Kampen Great Intl Firms, series 28 - Cash Wrap 5.5	A	Dividend			Sold	03/03/09	J		
10. Ishares Tr S&P500 Grw		None			Sold	03/03/09	J		
11. Ishares Tr S&P500 Value		None			Sold	03/03/09	J		
12. Ishares Tr Msci EAFE IDX		None			Sold	03/03/09	J		
13. IsharesTr Rusl 2000 Grow		None			Sold	03/03/09	J		
14. Ishares Tr Rusl 2000 Valu		None			Sold	03/03/09	J		
15. Ishares Tr Rusl Midcap		None			Sold	03/03/09	J		
16. First Trust Large-Cap Growth #13	A	Dividend			Sold	03/03/09	K		
17. First Trust Large-Cap Value #13	A	Dividend			Sold	03/03/09	J		

1. Income Gain Codes:
(See Columns B1 and D4)
2. Value Codes
(See Columns C1 and D3)

A = \$1,000 or less
F = \$50,001 - \$100,000
J = \$15,000 or less
N = \$250,001 - \$500,000
P3 = \$25,000,001 - \$50,000,000
Q = Appraisal
U = Book Value

B = \$1,001 - \$2,500
G = \$100,001 - \$1,000,000
K = \$15,001 - \$50,000
O = \$500,001 - \$1,000,000

R = Cost (Real Estate Only)
V = Other

C = \$2,501 - \$5,000
H1 = \$1,000,001 - \$5,000,000
L = \$50,001 - \$100,000
P1 = \$1,000,001 - \$5,000,000
P4 = More than \$50,000,000
S = Assessment
W = Estimated

D = \$5,001 - \$15,000
H2 = More than \$5,000,000
M = \$100,001 - \$250,000
P2 = \$5,000,001 - \$25,000,000

T = Cash Market

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VII. INVESTMENTS and TRUSTS – income, value, transactions (Includes those of spouse and dependent children; see pp. 34-60 of filing instructions.)

☐ NONE (No reportable income, assets, or transactions.)

A. Description of Assets (including trust assets) Place "(X)" after each asset exempt from prior disclosure	B. Income during reporting period		C. Gross value at end of reporting period		D. Transactions during reporting period				
	(1) Amount Code 1 (A-H)	(2) Type (e.g., div., rent, or int.)	(1) Value Code 2 (J-P)	(2) Value Method Code 3 (Q-W)	(1) Type (e.g., buy, sell, redemption)	(2) Date mm/dd/yy	(3) Value Code 2 (J-P)	(4) Gain Code 1 (A-H)	(5) Identity of buyer/seller (if private transaction)
18. Goldman Sachs Satellite Strategies Port Fund		None			Sold	03/03/09	J		
19. Templeton Global Bond Fund	A	Dividend			Sold	03/03/09	J		
20. First Trust Equity Income Select #13	A	Dividend			Sold	03/03/09	J		
21. First Trust ETF DB Strategic Value Index		None			Sold	03/03/09	J		
22. Hartford High Yield Municipal Bond Fund	A	Interest			Sold	03/03/09	K		
23. Wells Fargo Adv. Muni Bond	A	Interest			Sold	03/03/09	K		
24. Principal High Yield Fund	A	Dividend			Sold	03/03/09	J		
25. Van Kampen Large Cap Growth 2008-4 Term	A	Dividend			Sold	03/03/09	J		
26. First Trust Target Small-Cap 4Q'08 Term	A	Dividend			Sold	03/03/09	J		
27. First Trust Target Small-Cap 4Q'08 Term	A	Dividend			Buy	02/25/09	J		
28.					Sold	03/03/09	J		
29.					Sold	03/04/09	J		
30. First Trust International Port #15	A	Dividend			Sold	03/03/09	J		
31. General Electric Company		None			Buy	03/03/09	L		
32.					Buy	03/04/09	M		
33.					Sold	03/25/09	N	G	
34. Universal Infotainment Systems Corporation	A	Dividend	J	T	Buy	07/15/09	J		

1. Income Gain Codes: (See Columns B1 and D4)	A = \$1,000 or less F = \$50,001 - \$100,000 J = \$15,000 or less N = \$250,001 - \$500,000 P3 = \$25,000,001 - \$50,000,000	B = \$1,001 - \$2,500 G = \$100,001 - \$1,000,000 K = \$15,001 - \$50,000 O = \$500,001 - \$1,000,000	C = \$2,501 - \$5,000 H1 = \$1,000,001 - \$5,000,000 I = \$50,001 - \$100,000 P1 = \$1,000,001 - \$5,000,000 P4 = More than \$50,000,000	D = \$5,001 - \$15,000 H2 = More than \$5,000,000 M = \$100,001 - \$250,000 P2 = \$5,000,001 - \$25,000,000	E = \$15,001 - \$50,000
2. Value Codes (See Columns C1 and D3)	Q = Appraisal U = Book Value	R = Cost (Real Estate Only) V = Other	S = Assessment W = Estimated	T = Cash Market	
3. Value Method Codes (See Column C2)					

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35. Berkshire Hathaway	A	Dividend			Buy	05/06/09	L		
36.					Sold	08/28/09	M	D	
37. Fairholme Fund	A	Dividend	M	T	Buy	05/06/09	L		
38. Trust # 1, trustee and income beneficiary		None	J	T					
39. - Drugstore.com stock									
40. Trust # 2, trustee and income beneficiary		None	J	T					
41. - Drugstore.com stock									
42. IRA # 1	A	Int./Div.	J	T					
43. - Freds, Inc.					Sold	08/31/09	J	A	
44. - Time Warner, Inc. stock									
45. - Time Warner Cable Inc. stock					Spinoff (from line 44)	03/27/09	J		
46. - AOL Inc.					Spinoff (from line 44)	12/10/09	J		
47. - Yamana Gold Inc					Buy	09/16/09	J		
48. IRA # 2	A	Int./Div.	K	T					
49. - Drugstore.com stock									
50. - CitiGroup									
51. - General Motors					Sold	07/01/09	J		

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2. Value Codes (See Columns C1 and D3)	J = \$15,000 or less N = \$250,001 - \$500,000 P1 = \$25,000,001 - \$50,000,000	K = \$15,001 - \$50,000 O = \$500,001 - \$1,000,000	L = \$50,001 - \$100,000 P1 = \$1,000,001 - \$5,000,000 P4 = More than \$50,000,000	M = \$100,001 - \$250,000 P2 = \$5,000,001 - \$25,000,000	
3. Value Method Codes (See Column C2)	Q = Appraisal U = Book Value	R = Cost (Real Estate Only) V = Other	S = Assessment W = Estimated	T = Cash Market	

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52. Real Estate # 1, Winnebago County, Illinois (2005, \$100,000)		None	I.	R					
53. Real Estate # 2, Winnebago County, Illinois (2003, \$25,000)		None	K	R					
54. Real Estate # 3, Winnebago County, Illinois (\$60,349)		None	L	S					
55. Real Estate # 4, Ashland County, Wisconsin (\$19,800)		None			Donated				
56. Trust # 9, income beneficiary		None			Distributed				

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2. Value Codes (See Columns C1 and D3)					
3. Value Method Codes (See Column C2)	Q = Appraisal U = Book Value				

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VIII. ADDITIONAL INFORMATION OR EXPLANATIONS. *(Indicate part of Report.)*

Part VII, Line 52 was purchased on July 12, 2005 for \$100,000.

Part VII, Line 53 was purchased on September 15, 2003 for \$25,000.

Part VII, Line 54, the assessed value is \$60,349.

Part VII, Line 55, the assessed value is \$19,800.

Part VII, Line 56, the assets of the trust were fully exhausted during the year.

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IX. CERTIFICATION.

I certify that all information given above (including information pertaining to my spouse and minor or dependent children, if any) is accurate, true, and complete to the best of my knowledge and belief, and that any information not reported was withheld because it met applicable statutory provisions permitting non-disclosure.

I further certify that earned income from outside employment and honoraria and the acceptance of gifts which have been reported are in compliance with the provisions of 5 U.S.C. app. § 501 et. seq., 5 U.S.C. § 7353, and Judicial Conference regulations.

Signature

NOTE: ANY INDIVIDUAL WHO KNOWINGLY AND WILFULLY FALSIFIES OR FAILS TO FILE THIS REPORT MAY BE SUBJECT TO CIVIL AND CRIMINAL SANCTIONS (5 U.S.C. app. § 104)

FILING INSTRUCTIONS

Mail signed original and 3 additional copies to:

Committee on Financial Disclosure
Administrative Office of the United States Courts
Suite 2-301
One Columbus Circle, N.E.
Washington, D.C. 20544