


**FINANCIAL DISCLOSURE REPORT
FOR CALENDAR YEAR 2011**

| | | |
|---|---|--|
| 1. Person Reporting (last name, first, middle initial) Kapala, Frederick J. | 2. Court or Organization District Court, N D Illinois | 3. Date of Report 07/25/2012 |
| 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) <input type="checkbox"/> Nomination Date <input type="checkbox"/> Initial <input checked="" type="checkbox"/> Annual <input type="checkbox"/> Final 5b. <input checked="" type="checkbox"/> Amended Report | 6. Reporting Period 01/01/2011 to 12/31/2011 |
| 7. Chambers or Office Address 211 South Court Street Rockford, IL 61101 | | |
| IMPORTANT NOTES: <i>The instructions accompanying this form must be followed. Complete all parts, checking the NONE box for each part where you have no reportable information. Insert signature on last page.</i> | | |

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

NONE *(No reportable positions.)*

| | <u>POSITION</u> | <u>NAME OF ORGANIZATION/ENTITY</u> |
|----|-----------------|---|
| 1. | Trustee | Trust #1 |
| 2. | Trustee | Trust #2 |
| 3. | Director |  an Illinois not-for-profit corporation |
| 4. | | |
| 5. | | |

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

NONE *(No reportable agreements.)*

| | <u>DATE</u> | <u>PARTIES AND TERMS</u> |
|----|-------------|--|
| 1. | 12/31/2011 | State of Illinois Retirement System, pension benefits payable at retirement at or after age 55 |
| 2. | | |
| 3. | | |

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Name of Person Reporting

Kapala, Frederick J.

Date of Report

07/25/2012

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. 2011 | State of Illinois - Appellate Court Judge retirement payments | \$159,748.44 |
| 2. 07/01/11 | Sale of furniture on installment (\$14,500) | \$768.95 |
| 3. 07/01/11 | Sale of house on installment (\$200,000) | \$5,368.22 |
| 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. 12/31/2011 | 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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| Name of Person Reporting Kapala, Frederick J. | Date of Report 07/25/2012 |
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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 | J | T | | | | |
| 2. | Chase Bank Account #2 | A | Interest | J | T | Open | 12/05/11 | J | | | |
| 3. | Chase Bank Account #3 | A | Interest | L | T | Open | 12/05/11 | L | | | |
| 4. | Blackhawk Bank Account #1 | A | Interest | K | T | | | | | | |
| 5. | Blackhawk Bank Account #2 | A | Interest | J | T | | | | | | |
| 6. | Blackhawk Bank Account #3 | A | Interest | N | T | | | | | | |
| 7. | Harris N.A. Bank Account #1 | A | Interest | J | T | | | | | | |
| 8 | Scottrade Bank Deposit Program | A | Interest | J | T | | | | | | |
| 9. | Fairholme Fund | | None | | | Sold | 06/02/11 | M | E | | |
| 10. | Universal Infotainment Systems Corporation | A | Dividend | J | T | | | | | | |
| 11. | Trust #1, trustee and income beneficiary | | None | J | T | | | | | | |
| 12. | - Drugstore.com stock | | | | | Sold | 06/06/11 | J | | | |
| 13. | Trust #2, trustee and income beneficiary | | None | J | T | | | | | | |
| 14. | - Drugstore.com stock | | | | | Sold | 06/06/11 | J | | | |
| 15. | IRA #1 | A | Int./Div. | J | T | | | | | | |
| 16. | - Yamana Gold Inc | | | | | Sold | 08/25/11 | J | B | | |
| 17. | - Telefonica Sa Spon Adr | | | | | Buy | 09/20/11 | J | | | |

| | | | | | |
|---|---|--|---|--|-------------------------|
| 1 Income Gam Codes (See Columns B1 and D4) | A = \$1,000 or less F = \$50,001 - \$100,000 | B = \$1,001 - \$2,500 G = \$100,001 - \$1,000,000 | C = \$2,501 - \$5,000 H1 = \$1,000,001 - \$5,000,000 | D = \$5,001 - \$15,000 H2 = More than \$5,000,000 | E = \$15,001 - \$50,000 |
| 2 Value Codes (See Columns C1 and D3) | J = \$15,000 or less N = \$250,001 - \$500,000 P3 = \$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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| Name of Person Reporting Kapala, Frederick J. | Date of Report 07/25/2012 |
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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) | (2) | (1) | (2) | (1) | (2) | (3) | (4) | (5) |
| | Amount Code 1 (A-H) | Type (e.g., div., rent, or int.) | Value Code 2 (J-P) | Value Method Code 3 (Q-W) | Type (e.g., buy, sell, redemption) | Date mm/dd/yy | Value Code 2 (J-P) | Gain Code 1 (A-H) | Identity of buyer/seller (if private transaction) |
| 18. IRA #2 | A | Int./Div. | K | T | | | | | |
| 19. - Drugstore.com stock | | | | | Sold | 04/06/11 | K | | |
| 20. - Citigroup | | | | | | | | | |
| 21. Real Estate #1, Winnebago County, Illinois (2005, \$100,000) | | None | L | R | | | | | |
| 22. Real Estate #2, Winnebago County, Illinois (2003, \$25,000) | | None | K | R | | | | | |
| 23. Real Estate #3, Winnebago County, Illinois (\$60,349) | | None | L | S | | | | | |

1 Income Gain Codes
(See Columns B1 and D4)

A = \$1,000 or less
F = \$50,001 - \$100,000

B = \$1,001 - \$2,500
G = \$100,001 - \$1,000,000

C = \$2,501 - \$5,000
H1 = \$1,000,001 - \$5,000,000

D = \$5,001 - \$15,000
H2 = More than \$5,000,000

E = \$15,001 - \$50,000

2 Value Codes
(See Columns C1 and D3)

J = \$15,000 or less
N = \$250,001 - \$500,000
P3 = \$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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VIII. ADDITIONAL INFORMATION OR EXPLANATIONS. *(Indicate part of report.)*

Part VII, Line 15, the IRA was converted from a Traditional IRA to a Roth IRA

Part VII, Line 18, the IRA was converted from a Traditional IRA to a Roth IRA

Part VII, Line 21 was purchased on July 12, 2005 for \$100,000

Part VII, Line 22 was purchased on September 15, 2003 for \$25,000

Part VII, Line 23, the assessed value is \$60,349

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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: **s/ Frederick J. Kapala**

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

Committee on Financial Disclosure
Administrative Office of the United States Courts
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