** PUBLIC DISCLOSURE COPY **

Form **990** Department of the Treasury Internal Revenue Service

# 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)**

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

OMB No. 1545-0047 **2006** Open to Public Inspection

**A For the 2006 calendar year, or tax year beginning and ending**

B Check if applicable: Address change, Name change, Initial return, Final return, Amended return, Application pending

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

C Name of organization: CENTER FOR PUBLIC INTEGRITY

Number and street (or P.O. box if mail is not delivered to street address): 910 17TH STREET, N.W. Room/suite: 7TH FL

City or town, state or country, and ZIP + 4: WASHINGTON, DC 20006

D Employer identification number: 54-1512177

E Telephone number: (202)466-1300

F Accounting method: [ ] Cash [X] Accrual [ ] Other (specify) ▶

• **Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).**

*H and I are not applicable to section 527 organizations.*

H(a) Is this a group return for affiliates? [ ] Yes [X] No

H(b) If "Yes," enter number of affiliates ▶ N/A

H(c) Are all affiliates included? N/A [ ] Yes [ ] No (If "No," attach a list.)

H(d) Is this a separate return filed by an organization covered by a group ruling? [ ] Yes [X] No

I Group Exemption Number ▶ N/A

G Website: ▶ WWW.PUBLICINTEGRITY.ORG

J Organization type (check only one) ▶ [X] 501(c) ( 3 ) ◀ (insert no.) [ ] 4947(a)(1) or [ ] 527

K Check here ▶ [ ] if the organization is not a 509(a)(3) supporting organization **and** its gross receipts are normally **not** more than $25,000. A return is not required, but if the organization chooses to file a return, be sure to file a complete return.

M Check ▶ [ ] if the organization is **not** required to attach Sch. B (Form 990, 990-EZ, or 990-PF).

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 3,207,695.

## Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances

| | | | | | | |
|---|---|---|---|---|---|---|
| Revenue | 1 | Contributions, gifts, grants, and similar amounts received: | | | | |
| | a | Contributions to donor advised funds | 1a | | | |
| | b | Direct public support (not included on line 1a) | 1b | 3,155,249. | | |
| | c | Indirect public support (not included on line 1a) | 1c | | | |
| | d | Government contributions (grants) (not included on line 1a) | 1d | | | |
| | e | **Total** (add lines 1a through 1d) (cash $ 3,155,249. noncash $ ) | | | 1e | 3,155,249. |
| | 2 | Program service revenue including government fees and contracts (from Part VII, line 93) | | | 2 | 3,745. |
| | 3 | Membership dues and assessments | | | 3 | |
| | 4 | Interest on savings and temporary cash investments | | | 4 | |
| | 5 | Dividends and interest from securities | | | 5 | 25,992. |
| | 6 a | Gross rents | 6a | | | |
| | b | Less: rental expenses | 6b | | | |
| | c | Net rental income or (loss). Subtract line 6b from line 6a | | | 6c | |
| | 7 | Other investment income (describe ▶ ) | | | 7 | |
| | 8 a | Gross amount from sales of assets other than inventory — (A) Securities: ; (B) Other: | 8a | | | |
| | b | Less: cost or other basis and sales expenses | 8b | | | |
| | c | Gain or (loss) (attach schedule) | 8c | | | |
| | d | Net gain or (loss). Combine line 8c, columns (A) and (B) | | | 8d | |
| | 9 | Special events and activities (attach schedule). If any amount is from **gaming**, check here ▶ [ ] | | | | |
| | a | Gross revenue (not including $ of contributions reported on line 1b) | 9a | | | |
| | b | Less: direct expenses other than fundraising expenses | 9b | | | |
| | c | Net income or (loss) from special events. Subtract line 9b from line 9a | | | 9c | |
| | 10 a | Gross sales of inventory, less returns and allowances | 10a | | | |
| | b | Less: cost of goods sold | 10b | | | |
| | c | Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a | | | 10c | |
| | 11 | Other revenue (from Part VII, line 103) | | | 11 | 22,709. |
| | 12 | **Total revenue.** Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11 | | | 12 | 3,207,695. |
| Expenses | 13 | Program services (from line 44, column (B)) | | | 13 | 3,310,076. |
| | 14 | Management and general (from line 44, column (C)) | | | 14 | 856,808. |
| | 15 | Fundraising (from line 44, column (D)) | | | 15 | 569,753. |
| | 16 | Payments to affiliates (attach schedule) | | | 16 | |
| | 17 | **Total expenses.** Add lines 16 and 44, column (A) | | | 17 | 4,736,637. |
| Net Assets | 18 | Excess or (deficit) for the year. Subtract line 17 from line 12 | | | 18 | <1,528,942.> |
| | 19 | Net assets or fund balances at beginning of year (from line 73, column (A)) | | | 19 | 3,131,315. |
| | 20 | Other changes in net assets or fund balances (attach explanation) SEE STATEMENT 1 | | | 20 | <2,738.> |
| | 21 | Net assets or fund balances at end of year. Combine lines 18, 19, and 20 | | | 21 | 1,599,635. |

623001 01-18-07 LHA **For Privacy Act and Paperwork Reduction Act Notice, see the separate instructions.** Form **990** (2006)

**Part II Statement of Functional Expenses** All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others.

| *Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.* | | (A) Total | (B) Program services | (C) Management and general | (D) Fundraising |
|---|---|---|---|---|---|
| 22a Grants paid from donor advised funds (attach schedule) (cash $ 0. noncash $ 0.) If this amount includes foreign grants, check here ☐ | 22a | | | | |
| 22b Other grants and allocations (attach schedule) (cash $ 0. noncash $ 0.) If this amount includes foreign grants, check here ☐ | 22b | | | | |
| 23 Specific assistance to individuals (attach schedule) | 23 | | | | |
| 24 Benefits paid to or for members (attach schedule) | 24 | | | | |
| 25a Compensation of current officers, directors, key employees, etc. listed in Part V-A STMT 3 | 25a | 359,751. | 53,962. | 125,914. | 179,875. |
| b Compensation of former officers, directors, key employees, etc. listed in Part V-B STMT 4 | 25b | 86,000. | 0. | 86,000. | 0. |
| c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) | 25c | | | | |
| 26 Salaries and wages of employees not included on lines 25a, b, and c | 26 | 2,293,357. | 1,976,189. | 153,505. | 163,663. |
| 27 Pension plan contributions not included on lines 25a, b, and c | 27 | 52,765. | 43,164. | 4,763. | 4,838. |
| 28 Employee benefits not included on lines 25a - 27 | 28 | 217,031. | 157,037. | 31,615. | 28,379. |
| 29 Payroll taxes | 29 | 186,274. | 137,339. | 25,898. | 23,037. |
| 30 Professional fundraising fees | 30 | | | | |
| 31 Accounting fees | 31 | 17,047. | | 17,047. | |
| 32 Legal fees | 32 | 54,676. | 15,338. | 37,495. | 1,843. |
| 33 Supplies | 33 | 25,673. | 15,101. | 6,900. | 3,672. |
| 34 Telephone | 34 | 25,618. | 15,176. | 7,419. | 3,023. |
| 35 Postage and shipping | 35 | 17,264. | 7,866. | 2,557. | 6,841. |
| 36 Occupancy | 36 | 279,412. | 201,909. | 41,380. | 36,123. |
| 37 Equipment rental and maintenance | 37 | 27,604. | 19,797. | 4,696. | 3,111. |
| 38 Printing and publications | 38 | 35,038. | 8,778. | 7,100. | 19,160. |
| 39 Travel | 39 | 120,321. | 86,685. | 12,286. | 21,350. |
| 40 Conferences, conventions, and meetings | 40 | 40,188. | 19,727. | 15,208. | 5,253. |
| 41 Interest | 41 | 2,411. | | 2,411. | |
| 42 Depreciation, depletion, etc. (attach schedule) | 42 | 45,502. | 32,789. | 7,068. | 5,645. |
| 43 Other expenses not covered above (itemize): | | | | | |
| a | 43a | | | | |
| b | 43b | | | | |
| c | 43c | | | | |
| d | 43d | | | | |
| e | 43e | | | | |
| f | 43f | | | | |
| g SEE STATEMENT 2 | 43g | 850,705. | 519,219. | 267,546. | 63,940. |
| 44 **Total functional expenses.** Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15) | 44 | 4,736,637. | 3,310,076. | 856,808. | 569,753. |

**Joint Costs.** Check ☐ if you are following SOP 98-2.

Are any joint costs from a combined educational campaign and fundraising solicitation reported in **(B)** Program services? ☐ Yes ☒ No

If "Yes," enter **(i)** the aggregate amount of these joint costs $ N/A ; **(ii)** the amount allocated to Program services $ N/A ;

**(iii)** the amount allocated to Management and general $ N/A ; and **(iv)** the amount allocated to Fundraising $ N/A

## Part III Statement of Program Service Accomplishments (See the instructions.)

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

| What is the organization's primary exempt purpose? ▶ SEE STATEMENT 7 | Program Service Expenses (Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.) |
|---|---|
| All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.) | |
| **a** KATRINA WATCH/HOMELAND SECURITY: A CONTINUING INVESTIGATION INTO THE AFTERMATH OF HURRICANE KATRINA, HOW THE DISASTER IS NOT AN ACT OF GOD, BUT AN ACT OF MAN'S INCOMPETENCE AND CORRUPTION - BEFORE, DURING AND AFTER THE HURRICANE. INCLUDES "KATRINA WATCH" WEB SITE AND A BOOK TO BE PUBLISHED IN MAY, 2007. | |
| (Grants and allocations $ ) If this amount includes foreign grants, check here ▶ ☐ | 378,540. |
| **b** SEE STATEMENT 5 | |
| (Grants and allocations $ ) If this amount includes foreign grants, check here ▶ ☐ | 358,724. |
| **c** SEE STATEMENT 6 | |
| (Grants and allocations $ ) If this amount includes foreign grants, check here ▶ ☐ | 338,575. |
| **d** TELECOM: THIS IS AN ON-GOING INVESTIGATION INTO THE HISTORY AND POLITICAL INFLUENCE OF THE MEDIA AND TELECOMMUNICATIONS INDUSTRIES IN AMERICA SINCE 1990. THIS MAY WELL BE THE MOST THOROUGH BUSINESS INVESTIGATION EVER UNDERTAKEN JOURNALISTICALLY. | |
| (Grants and allocations $ ) If this amount includes foreign grants, check here ▶ ☐ | 334,449. |
| **e** Other program services (attach schedule) SEE STATEMENT 8 | |
| (Grants and allocations $ ) If this amount includes foreign grants, check here ▶ ☐ | 1,899,788. |
| **f Total of Program Service Expenses** (should equal line 44, column (B), Program services) ▶ | 3,310,076. |

## Part IV Balance Sheets *(See the instructions.)*

**Note:** *Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.*

| | Line | Description | | | (A) Beginning of year | | (B) End of year |
|---|---|---|---|---|---|---|---|
| Assets | 45 | Cash - non-interest-bearing | | | 750. | 45 | 750. |
| | 46 | Savings and temporary cash investments | | | 2,010,739. | 46 | 1,072,910. |
| | 47 a | Accounts receivable | 47a | 1,981. | | | |
| | b | Less: allowance for doubtful accounts | 47b | | 499. | 47c | 1,981. |
| | 48 a | Pledges receivable | 48a | 25,000. | | | |
| | b | Less: allowance for doubtful accounts | 48b | | 50,000. | 48c | 25,000. |
| | 49 | Grants receivable | | | 964,000. | 49 | 371,750. |
| | 50 a | Receivables from current and former officers, directors, trustees, and key employees | | | | 50a | |
| | b | Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) | | | | 50b | |
| | 51 a | Other notes and loans receivable | 51a | | | | |
| | b | Less: allowance for doubtful accounts | 51b | | | 51c | |
| | 52 | Inventories for sale or use | | | | 52 | |
| | 53 | Prepaid expenses and deferred charges | | | 75,870. | 53 | 87,012. |
| | 54 a | Investments - publicly-traded securities STMT 10 ▶ ☐ Cost ☒ FMV | | | 127,194. | 54a | 129,655. |
| | b | Investments - other securities ▶ ☐ Cost ☐ FMV | | | | 54b | |
| | 55 a | Investments - land, buildings, and equipment: basis | 55a | | | | |
| | b | Less: accumulated depreciation | 55b | | | 55c | |
| | 56 | Investments - other | | | | 56 | |
| | 57 a | Land, buildings, and equipment: basis | 57a | 618,894. | | | |
| | b | Less: accumulated depreciation STMT 9 | 57b | 496,517. | 105,856. | 57c | 122,377. |
| | 58 | Other assets, including program-related investments (describe ▶ DEPOSITS) | | | 49,517. | 58 | 49,517. |
| | 59 | **Total assets** (must equal line 74). Add lines 45 through 58 | | | 3,384,425. | 59 | 1,860,952. |
| Liabilities | 60 | Accounts payable and accrued expenses | | | 228,895. | 60 | 214,777. |
| | 61 | Grants payable | | | | 61 | |
| | 62 | Deferred revenue | | | | 62 | |
| | 63 | Loans from officers, directors, trustees, and key employees | | | | 63 | |
| | 64 a | Tax-exempt bond liabilities | | | | 64a | |
| | b | Mortgages and other notes payable | | | | 64b | |
| | 65 | Other liabilities (describe ▶ CAPITAL LEASE OBLIGATION) | | | 24,215. | 65 | 46,540. |
| | 66 | **Total liabilities.** Add lines 60 through 65 | | | 253,110. | 66 | 261,317. |
| Net Assets or Fund Balances | | **Organizations that follow SFAS 117, check here ▶ ☒ and complete lines 67 through 69 and lines 73 and 74.** | | | | | |
| | 67 | Unrestricted | | | <43,567.> | 67 | <302,091.> |
| | 68 | Temporarily restricted | | | 3,174,882. | 68 | 1,901,726. |
| | 69 | Permanently restricted | | | | 69 | |
| | | **Organizations that do not follow SFAS 117, check here ▶ ☐ and complete lines 70 through 74.** | | | | | |
| | 70 | Capital stock, trust principal, or current funds | | | | 70 | |
| | 71 | Paid-in or capital surplus, or land, building, and equipment fund | | | | 71 | |
| | 72 | Retained earnings, endowment, accumulated income, or other funds | | | | 72 | |
| | 73 | **Total net assets or fund balances.** Add lines 67 through 69 **or** lines 70 through 72. (Column (A) **must** equal line 19 and column (B) **must** equal line 21) | | | 3,131,315. | 73 | 1,599,635. |
| | 74 | **Total liabilities and net assets/fund balances.** Add lines 66 and 73 | | | 3,384,425. | 74 | 1,860,952. |

## Part IV-A Reconciliation of Revenue per Audited Financial Statements With Revenue per Return (See the instructions.)

| | | | | | |
|---|---|---|---|---|---|
| a | Total revenue, gains, and other support per audited financial statements | | | a | 3,204,957. |
| b | Amounts included on line a but not on Part I, line 12: | | | | |
| 1 | Net unrealized gains on investments | b1 | <2,738.> | | |
| 2 | Donated services and use of facilities | b2 | | | |
| 3 | Recoveries of prior year grants | b3 | | | |
| 4 | Other (specify): | b4 | | | |
| | Add lines b1 through b4 | | | b | <2,738.> |
| c | Subtract line b from line a | | | c | 3,207,695. |
| d | Amounts included on Part I, line 12, but not on line a: | | | | |
| 1 | Investment expenses not included on Part I, line 6b | d1 | | | |
| 2 | Other (specify): | d2 | | | |
| | Add lines d1 and d2 | | | d | 0. |
| e | Total revenue (Part I, line 12). Add lines c and d ▶ | | | e | 3,207,695. |

## Part IV-B Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

| | | | | | |
|---|---|---|---|---|---|
| a | Total expenses and losses per audited financial statements | | | a | 4,736,637. |
| b | Amounts included on line a but not on Part I, line 17: | | | | |
| 1 | Donated services and use of facilities | b1 | | | |
| 2 | Prior year adjustments reported on Part I, line 20 | b2 | | | |
| 3 | Losses reported on Part I, line 20 | b3 | | | |
| 4 | Other (specify): | b4 | | | |
| | Add lines b1 through b4 | | | b | 0. |
| c | Subtract line b from line a | | | c | 4,736,637. |
| d | Amounts included on Part I, line 17, but not on line a: | | | | |
| 1 | Investment expenses not included on Part I, line 6b | d1 | | | |
| 2 | Other (specify): | d2 | | | |
| | Add lines d1 and d2 | | | d | 0. |
| e | Total expenses (Part I, line 17). Add lines c and d ▶ | | | e | 4,736,637. |

## Part V-A Current Officers, Directors, Trustees, and Key Employees (List each person who was an officer, director, trustee, or key employee at any time during the year even if they were not compensated.) (See the instructions.)

| (A) Name and address | (B) Title and average hours per week devoted to position | (C) Compensation (If not paid, enter -0-.) | (D) Contributions to employee benefit plans & deferred compensation plans | (E) Expense account and other allowances |
|---|---|---|---|---|
| SEE STATEMENT 11 | | 314,166. | 45,585. | 0. |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |

**Part V-A Current Officers, Directors, Trustees, and Key Employees** *(continued)*

| | | | Yes | No |
|---|---|---|---|---|
| 75 a | Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings ▶ 12 | | | |
| b | Are any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, related to each other through family or business relationships? If "Yes," attach a statement that identifies the individuals and explains the relationship(s) | 75b | | X |
| c | Do any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, receive compensation from any other organizations, whether tax exempt or taxable, that are related to the organization? See the instructions for the definition of "related organization." | 75c | | X |
| | If "Yes," attach a statement that includes the information described in the instructions. | | | |
| d | Does the organization have a written conflict of interest policy? | 75d | | X |

**Part V-B Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other Benefits** (If any former officer, director, trustee, or key employee received compensation or other benefits (described below) during the year, list that person below and enter the amount of compensation or other benefits in the appropriate column. See the instructions.)

| (A) Name and address | (B) Loans and Advances | (C) Compensation (if not paid, enter -0-) | (D) Contributions to employee benefit plans & deferred compensation plans | (E) Expense account and other allowances |
|---|---|---|---|---|
| CHARLES LEWIS<br>413 WEST BOULEVARD DRIVE<br>ALEXANDRIA, VA 22308 | 0. | 86,000. | 0. | 0. |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |

**Part VI Other Information** *(See the instructions.)*

| | | | Yes | No |
|---|---|---|---|---|
| 76 | Did the organization make a change in its activities or methods of conducting activities? If "Yes," attach a detailed statement of each change | 76 | | X |
| 77 | Were any changes made in the organizing or governing documents but not reported to the IRS? | 77 | X | |
| | If "Yes," attach a conformed copy of the changes. | | | |
| 78 a | Did the organization have unrelated business gross income of $1,000 or more during the year covered by this return? | 78a | | X |
| b | If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A | 78b | | |
| 79 | Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement | 79 | | X |
| 80 a | Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization? | 80a | X | |
| b | If "Yes," enter the name of the organization ▶ THE FUND FOR INDEPENDENCE IN JOURNALISM and check whether it is [X] exempt or [ ] nonexempt | | | |
| 81 a | Enter direct or indirect political expenditures. (See line 81 instructions.) 81a 0. | | | |
| b | Did the organization file **Form 1120-POL** for this year? | 81b | | X |

**Part VI Other Information** *(continued)*

| | | | Yes | No |
|---|---|---|---|---|
| 82 a | Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value? | 82a | | X |
| b | If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.) 82b N/A | | | |
| 83 a | Did the organization comply with the public inspection requirements for returns and exemption applications? | 83a | X | |
| b | Did the organization comply with the disclosure requirements relating to quid pro quo contributions? | 83b | X | |
| 84 a | Did the organization solicit any contributions or gifts that were not tax deductible? N/A | 84a | | |
| b | If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible? N/A | 84b | | |
| 85 | *501(c)(4), (5), or (6) organizations.* **a** Were substantially all dues nondeductible by members? N/A | 85a | | |
| b | Did the organization make only in-house lobbying expenditures of $2,000 or less? N/A | 85b | | |
| | If "Yes" was answered to either 85a or 85b, **do not** complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year. | | | |
| c | Dues, assessments, and similar amounts from members 85c N/A | | | |
| d | Section 162(e) lobbying and political expenditures 85d N/A | | | |
| e | Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices 85e N/A | | | |
| f | Taxable amount of lobbying and political expenditures (line 85d less 85e) 85f N/A | | | |
| g | Does the organization elect to pay the section 6033(e) tax on the amount on line 85f? N/A | 85g | | |
| h | If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year? N/A | 85h | | |
| 86 | *501(c)(7) organizations.* Enter: **a** Initiation fees and capital contributions included on line 12 86a N/A | | | |
| b | Gross receipts, included on line 12, for public use of club facilities 86b N/A | | | |
| 87 | *501(c)(12) organizations.* Enter: **a** Gross income from members or shareholders 87a N/A | | | |
| b | Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.) 87b N/A | | | |
| 88 a | At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX | 88a | | X |
| b | At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Part XI ▶ | 88b | | X |
| 89 a | *501(c)(3) organizations.* Enter: Amount of tax imposed on the organization during the year under: section 4911▶ 0. ; section 4912 ▶ 0. ; section 4955 ▶ 0. | | | |
| b | *501(c)(3) and 501(c)(4) organizations.* Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction | 89b | | X |
| c | Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ▶ 0. | | | |
| d | Enter: Amount of tax on line 89c, above, reimbursed by the organization ▶ 0. | | | |
| e | *All organizations.* At any time during the tax year, was the organization a party to a prohibited tax shelter transaction? | 89e | | X |
| f | *All organizations.* Did the organization acquire a direct or indirect interest in any applicable insurance contract? | 89f | | X |
| g | *For supporting organizations and sponsoring organizations maintaining donor advised funds.* Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year? | 89g | | X |

90 a List the states with which a copy of this return is filed ▶ SEE STATEMENT 12

b Number of employees employed in the pay period that includes March 12, 2006 90b 41

91 a The books are in care of ▶ THE CENTER Telephone no. ▶ (202) 466-1300

Located at ▶ 910 17TH STREET, N.W., WASHINGTON, DC ZIP + 4 ▶ 20006

| | | | Yes | No |
|---|---|---|---|---|
| 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)? | 91b | | X |
| | If "Yes," enter the name of the foreign country ▶ N/A | | | |
| | See the instructions for exceptions and filing requirements for **Form TD F 90-22.1,** Report of Foreign Bank and Financial Accounts. | | | |

**Part VI Other Information** *(continued)*

| | | | Yes | No |
|---|---|---|---|---|
| c | At any time during the calendar year, did the organization maintain an office outside of the United States? | 91c | | X |
| | If "Yes," enter the name of the foreign country ▶ N/A | | | |
| 92 | *Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of* **Form 1041-** Check here ▶ ☐ and enter the amount of tax-exempt interest received or accrued during the tax year ▶ | 92 | N/A | |

**Part VII Analysis of Income-Producing Activities** *(See the instructions.)*

| **Note:** *Enter gross amounts unless otherwise indicated.* | Unrelated business income (A) Business code | Unrelated business income (B) Amount | Excluded by section 512, 513, or 514 (C) Exclusion code | Excluded by section 512, 513, or 514 (D) Amount | (E) Related or exempt function income |
|---|---|---|---|---|---|
| 93 Program service revenue: | | | | | |
| a CONSULTING FEES | | | | | 3,745. |
| b | | | | | |
| c | | | | | |
| d | | | | | |
| e | | | | | |
| f Medicare/Medicaid payments | | | | | |
| g Fees and contracts from government agencies | | | | | |
| 94 Membership dues and assessments | | | | | |
| 95 Interest on savings and temporary cash investments | | | | | |
| 96 Dividends and interest from securities | | | 14 | 25,992. | |
| 97 Net rental income or (loss) from real estate: | | | | | |
| a debt-financed property | | | | | |
| b not debt-financed property | | | | | |
| 98 Net rental income or (loss) from personal property | | | | | |
| 99 Other investment income | | | | | |
| 100 Gain or (loss) from sales of assets other than inventory | | | | | |
| 101 Net income or (loss) from special events | | | | | |
| 102 Gross profit or (loss) from sales of inventory | | | | | |
| 103 Other revenue: | | | | | |
| a MISCELLANEOUS | | | | | 22,709. |
| b | | | | | |
| c | | | | | |
| d | | | | | |
| e | | | | | |
| 104 Subtotal (add columns (B), (D), and (E)) | | 0. | | 25,992. | 26,454. |
| 105 **Total** (add line 104, columns (B), (D), and (E)) ▶ | | | | | 52,446. |

**Note:** *Line 105 plus line 1e, Part I, should equal the amount on line 12, Part I.*

**Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes** *(See the instructions.)*

| Line No. ▼ | Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes). |
|---|---|
| | SEE STATEMENT 13 |

**Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities** *(See the instructions.)*

| (A) Name, address, and EIN of corporation, partnership, or disregarded entity | (B) Percentage of ownership interest | (C) Nature of activities | (D) Total income | (E) End-of-year assets |
|---|---|---|---|---|
| | % | | | |
| N/A | % | | | |
| | % | | | |
| | % | | | |

**Part X Information Regarding Transfers Associated with Personal Benefit Contracts** *(See the instructions.)*

(a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No

(b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ Yes ☒ No

**Note:** *If "Yes" to* **(b)**, *file Form 8870* **and** *Form 4720 (see instructions).*

**Part XI** **Information Regarding Transfers To and From Controlled Entities.** *Complete only if the organization is a controlling organization as defined in section 512(b)(13).* N/A

| | Yes | No |
|---|---|---|
| 106 Did the reporting organization **make** any transfers **to** a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity. | | |

| | (A) Name, address, of each controlled entity | (B) Employer Identification Number | (C) Description of transfer | (D) Amount of transfer |
|---|---|---|---|---|
| a | | | | |
| b | | | | |
| c | | | | |
| | Totals | | | |

| | Yes | No |
|---|---|---|
| 107 Did the reporting organization **receive** any transfers **from** a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity. | | |

| | (A) Name, address, of each controlled entity | (B) Employer Identification Number | (C) Description of transfer | (D) Amount of transfer |
|---|---|---|---|---|
| a | | | | |
| b | | | | |
| c | | | | |
| | Totals | | | |

| | Yes | No |
|---|---|---|
| 108 Did the organization have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in question 107 above? | | |

**Please Sign Here**

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.

Cathy R. Sweeney — Signature of officer — Date 6/21/07

CATHY R. SWEENEY, DIRECTOR OF FINANCE AND ADMINISTRATION — Type or print name and title

**Paid Preparer's Use Only**

Preparer's signature: David F. [illegible] CPA — Date 6-19-07 — Check if self-employed ☐ — Preparer's SSN or PTIN (See Gen. Inst. X)

Firm's name (or yours if self-employed), address, and ZIP + 4: GELMAN, ROSENBERG & FREEDMAN, 4550 MONTGOMERY AVE., SUITE 650 NORTH, BETHESDA, MARYLAND 20814-2930 — EIN — Phone no. (301) 951-9090

Form **990** (2006)

623164/01-26-07

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

# Organization Exempt Under Section 501(c)(3)

(Except Private Foundation) and Section 501(e), 501(f), 501(k), 501(n), or 4947(a)(1) Nonexempt Charitable Trust

**Supplementary Information-(See separate instructions.)**

▶ MUST be completed by the above organizations and attached to their Form 990 or 990-EZ

OMB No. 1545-0047

**2006**

Name of the organization: CENTER FOR PUBLIC INTEGRITY

Employer identification number: 54 1512177

**Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees**

(See page 2 of the instructions. List each one. If there are none, enter "None.")

| (a) Name and address of each employee paid more than $50,000 | (b) Title and average hours per week devoted to position | (c) Compensation | (d) Contributions to employee benefit plans & deferred compensation | (e) Expense account and other allowances |
|---|---|---|---|---|
| CATHY R SWEENEY<br>ALL IN C/O ORGANIZATION | DIR. FIN & ADMN<br>40.00 | 128,144. | 10,601. | |
| STEVE HOWARD | DIR OF DEVELOPMENT<br>40.00 | 109,874. | 14,423. | |
| HAN NGUYEN | SOFTWARE ARCHITECT<br>40.00 | 85,694. | 17,036. | |
| MELEAH RUSH | EDIT. PROJECT COORD.<br>40.00 | 70,192. | 23,015. | |
| DIANE FANCHER | EDITORIAL DIR.<br>40.00 | 73,765. | 13,895. | |
| Total number of other employees paid over $50,000 ▶ | 16 | | | |

**Part II-A Compensation of the Five Highest Paid Independent Contractors for Professional Services**

(See page 2 of the instructions. List each one (whether individuals or firms). If there are none, enter "None.")

| (a) Name and address of each independent contractor paid more than $50,000 | (b) Type of service | (c) Compensation |
|---|---|---|
| ARMEN VONORTAS<br>6768 BRIGADOON DRIVE, BETHESDA, MD 20817 | ACCOUNTING | 53,450. |
| | | |
| | | |
| | | |
| | | |
| Total number of others receiving over $50,000 for professional services ▶ | 0 | |

**Part II-B Compensation of the Five Highest Paid Independent Contractors for Other Services**

(List each contractor who performed services other than professional services, whether individuals or firms. If there are none, enter "None." See page 2 of the instructions.)

| (a) Name and address of each independent contractor paid more than $50,000 | (b) Type of service | (c) Compensation |
|---|---|---|
| NONE | | |
| | | |
| | | |
| | | |
| | | |
| Total number of other contractors receiving over $50,000 for other services ▶ | 0 | |

**Part III** **Statements About Activities** (See page 2 of the instructions.)

| | | | Yes | No |
|---|---|---|---|---|
| 1 | During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ▶ $ ______ $ ______ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.) | 1 | | X |
| | Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes" must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities. | | | |
| 2 | During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? *(If the answer to any question is "Yes," attach a detailed statement explaining the transactions.)* | | | |
| a | Sale, exchange, or leasing of property? | 2a | | X |
| b | Lending of money or other extension of credit? | 2b | | X |
| c | Furnishing of goods, services, or facilities? | 2c | | X |
| d | Payment of compensation (or payment or reimbursement of expenses if more than $1,000)? SEE PART V-A, FORM 990 | 2d | X | |
| e | Transfer of any part of its income or assets? | 2e | | X |
| 3 a | Did the organization make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments.) | 3a | | X |
| b | Dd the organization have a section 403(b) annuity plan for its employees? | 3b | X | |
| c | Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If "Yes," attach a detailed statement | 3c | | X |
| d | Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services? | 3d | | X |
| 4 a | Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g | 4a | | X |
| b | Did the organization make any taxable distributions under section 4966? | 4b | | X |
| c | Did the organization make a distribution to a donor, donor advisor, or related person? | 4c | | X |
| d | Enter the total number of donor advised funds owned at the end of the tax year ▶ | | | 0 |
| e | Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year ▶ | | | 0. |
| f | Enter the total number of separate funds or accounts owned at the end of the year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts ▶ | | | 0. |
| g | Enter the aggregate value of assets in all funds or accounts included on line 4f at the end of the tax year ▶ | | | 0. |

## Part IV Reason for Non-Private Foundation Status (See pages 4 through 7 of the instructions.)

I certify that the organization is not a private foundation because it is: (Please check only **ONE** applicable box.)

5 [ ] A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).

6 [ ] A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)

7 [ ] A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).

8 [ ] A federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).

9 [ ] A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). **Enter the hospital's name, city, and state** ▶

10 [ ] An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)

11a [X] An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)

11b [ ] A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)

12 [ ] 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 charitable, etc., 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). (Also complete the **Support Schedule** in Part IV-A.)

13 [ ] An organization that is not controlled by any disqualified persons (other than foundation managers) and otherwise meets the requirements of section 509(a)(3). Check the box that describes the type of supporting organization:

[ ] Type I [ ] Type II [ ] Type III-Functionally Integrated [ ] Type III-Other

**Provide the following information about the supported organizations.** (See page 7 of the instructions.)

| (a) Name(s) of supported organization(s) | (b) Employer identification number (EIN) | (c) Type of organization (described in lines 5 through 12 above or IRC section) | (d) Is the supported organization listed in the supporting organization's governing documents? Yes | No | (e) Amount of support |
|---|---|---|---|---|---|
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| **Total** ▶ | | | | | |

14 [ ] An organization organized and operated to test for public safety. Section 509(a)(4). (See page 7 of the instructions.)

**Part IV-A** **Support Schedule** (Complete only if you checked a box on line 10, 11, or 12.) **Use cash method of accounting.**
**Note:** *You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.*

| Calendar year (or fiscal year beginning in) ▶ | (a) 2005 | (b) 2004 | (c) 2003 | (d) 2002 | (e) Total |
|---|---|---|---|---|---|
| 15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.) | 3,095,418. | 6,413,603. | 4,211,766. | 2,965,021. | 16,685,808. |
| 16 Membership fees received | | | | | |
| 17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose | 20,472. | 44,646. | 85,713. | 10,254. | 161,085. |
| 18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975 | 19,549. | 9,917. | 17,000. | 19,763. | 66,229. |
| 19 Net income from unrelated business activities not included in line 18 | | | | | |
| 20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf | | | | | |
| 21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge | | | | | |
| 22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets | 2,700. | 26,033. | SEE STATEMENT 14<br>132. | 120. | 28,985. |
| 23 Total of lines 15 through 22 | 3,138,139. | 6,494,199. | 4,314,611. | 2,995,158. | 16,942,107. |
| 24 Line 23 minus line 17 | 3,117,667. | 6,449,553. | 4,228,898. | 2,984,904. | 16,781,022. |
| 25 Enter 1% of line 23 | 31,381. | 64,942. | 43,146. | 29,952. | |

26 **Organizations described on lines 10 or 11: a** Enter 2% of amount in column (e), line 24 ▶ 26a 335,620.

b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 2002 through 2005 exceeded the amount shown in line 26a. **Do not file this list with your return.** Enter the total of all these excess amounts ▶ 26b 7,185,080.

c Total support for section 509(a)(1) test: Enter line 24, column (e) ▶ 26c 16,781,022.

d Add: Amounts from column (e) for lines: 18 66,229. 19 ______ 22 28,985. 26b 7,185,080. ▶ 26d 7,280,294.

e Public support (line 26c minus line 26d total) ▶ 26e 9,500,728.

f **Public support percentage (line 26e (numerator) divided by line 26c (denominator))** ▶ 26f 56.6159%

27 **Organizations described on line 12: a** For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." **Do not file this list with your return.** Enter the sum of such amounts for each year: N/A

(2005) ______ (2004) ______ (2003) ______ (2002) ______

b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the **larger** of **(1)** the amount on line 25 for the year or **(2)** $5,000. (Include in the list organizations described in lines 5 through 11b, as well as individuals.) **Do not file this list with your return.** After computing the difference between the amount received and the larger amount described in **(1)** or **(2)**, enter the sum of these differences (the excess amounts) for each year: N/A

(2005) ______ (2004) ______ (2003) ______ (2002) ______

c Add: Amounts from column (e) for lines: 15 ______ 16 ______ 17 ______ 20 ______ 21 ______ ▶ 27c N/A

d Add: Line 27a total ______ and line 27b total ______ ▶ 27d N/A

e Public support (line 27c total minus line 27d total) ▶ 27e N/A

f Total support for section 509(a)(2) test: Enter amount on line 23, column (e) ▶ 27f N/A

g **Public support percentage (line 27e (numerator) divided by line 27f (denominator))** ▶ 27g N/A %

h **Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))** ▶ 27h N/A %

28 **Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 2002 through 2005, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. **Do not file this list with your return.** Do not include these grants in line 15.

NONE

## Part V Private School Questionnaire (See page 9 of the instructions.) N/A
**(To be completed ONLY by schools that checked the box on line 6 in Part IV)**

| | | | Yes | No |
|---|---|---|---|---|
| 29 | Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body? | 29 | | |
| 30 | Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships? | 30 | | |
| 31 | Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? | 31 | | |
| | If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.) | | | |
| 32 | Does the organization maintain the following: | | | |
| a | Records indicating the racial composition of the student body, faculty, and administrative staff? | 32a | | |
| b | Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis? | 32b | | |
| c | Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships? | 32c | | |
| d | Copies of all material used by the organization or on its behalf to solicit contributions? | 32d | | |
| | If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.) | | | |
| 33 | Does the organization discriminate by race in any way with respect to: | | | |
| a | Students' rights or privileges? | 33a | | |
| b | Admissions policies? | 33b | | |
| c | Employment of faculty or administrative staff? | 33c | | |
| d | Scholarships or other financial assistance? | 33d | | |
| e | Educational policies? | 33e | | |
| f | Use of facilities? | 33f | | |
| g | Athletic programs? | 33g | | |
| h | Other extracurricular activities? | 33h | | |
| | If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.) | | | |
| 34 a | Does the organization receive any financial aid or assistance from a governmental agency? | 34a | | |
| b | Has the organization's right to such aid ever been revoked or suspended? | 34b | | |
| | If you answered "Yes" to either 34a or b, please explain using an attached statement. | | | |
| 35 | Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If "No," attach an explanation | 35 | | |

**Part VI-A Lobbying Expenditures by Electing Public Charities** (See page 10 of the instructions.) N/A

(To be completed **ONLY** by an eligible organization that filed Form 5768)

Check ▶ a ☐ if the organization belongs to an affiliated group. Check ▶ b ☐ if you checked "a" and "limited control" provisions apply.

| Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred.) | | (a) Affiliated group totals | (b) To be completed for **all** electing organizations |
|---|---|---|---|
| | | N/A | |
| 36 Total lobbying expenditures to influence public opinion (grassroots lobbying) | 36 | | |
| 37 Total lobbying expenditures to influence a legislative body (direct lobbying) | 37 | | |
| 38 Total lobbying expenditures (add lines 36 and 37) | 38 | | |
| 39 Other exempt purpose expenditures | 39 | | |
| 40 Total exempt purpose expenditures (add lines 38 and 39) | 40 | | |
| 41 Lobbying nontaxable amount. Enter the amount from the following table - **If the amount on line 40 is -** / **The lobbying nontaxable amount is -**<br>Not over $500,000 — 20% of the amount on line 40<br>Over $500,000 but not over $1,000,000 — $100,000 plus 15% of the excess over $500,000<br>Over $1,000,000 but not over $1,500,000 — $175,000 plus 10% of the excess over $1,000,000<br>Over $1,500,000 but not over $17,000,000 — $225,000 plus 5% of the excess over $1,500,000<br>Over $17,000,000 — $1,000,000 | 41 | | |
| 42 Grassroots nontaxable amount (enter 25% of line 41) | 42 | | |
| 43 Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36 | 43 | | |
| 44 Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38 | 44 | | |

**Caution:** *If there is an amount on either line 43 or line 44, you must file Form 4720.*

## 4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the instructions for lines 45 through 50 on page 13 of the instructions.)

| | Lobbying Expenditures During 4-Year Averaging Period | | | | N/A |
|---|---|---|---|---|---|
| **Calendar year (or fiscal year beginning in)** ▶ | (a) 2006 | (b) 2005 | (c) 2004 | (d) 2003 | (e) Total |
| 45 Lobbying nontaxable amount | | | | | 0. |
| 46 Lobbying ceiling amount (150% of line 45(e)) | | | | | 0. |
| 47 Total lobbying expenditures | | | | | 0. |
| 48 Grassroots nontaxable amount | | | | | 0. |
| 49 Grassroots ceiling amount (150% of line 48(e)) | | | | | 0. |
| 50 Grassroots lobbying expenditures | | | | | 0. |

**Part VI-B Lobbying Activity by Nonelecting Public Charities**

(For reporting only by organizations that did not complete Part VI-A) (See page 13 of the instructions.)

| During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of: | Yes | No | Amount |
|---|---|---|---|
| a Volunteers | | X | |
| b Paid staff or management (Include compensation in expenses reported on lines **c** through **h**.) | | X | |
| c Media advertisements | | X | |
| d Mailings to members, legislators, or the public | | X | |
| e Publications, or published or broadcast statements | | X | |
| f Grants to other organizations for lobbying purposes | | X | |
| g Direct contact with legislators, their staffs, government officials, or a legislative body | | X | |
| h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means | | X | |
| i Total lobbying expenditures (Add lines **c** through **h**.) | | | 0. |

If "Yes" to any of the above, also attach a statement giving a detailed description of the lobbying activities.

**Part VII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations** (See page 13 of the instructions.)

51 Did the reporting organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?

| | | Yes | No |
|---|---|---|---|
| a Transfers from the reporting organization to a noncharitable exempt organization of: | | | |
| (i) Cash | 51a(i) | | X |
| (ii) Other assets | a(ii) | | X |
| b Other transactions: | | | |
| (i) Sales or exchanges of assets with a noncharitable exempt organization | b(i) | | X |
| (ii) Purchases of assets from a noncharitable exempt organization | b(ii) | | X |
| (iii) Rental of facilities, equipment, or other assets | b(iii) | | X |
| (iv) Reimbursement arrangements | b(iv) | | X |
| (v) Loans or loan guarantees | b(v) | | X |
| (vi) Performance of services or membership or fundraising solicitations | b(vi) | | X |
| c Sharing of facilities, equipment, mailing lists, other assets, or paid employees | c | | X |

d If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization. If the organization received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received: N/A

| (a) Line no. | (b) Amount involved | (c) Name of noncharitable exempt organization | (d) Description of transfers, transactions, and sharing arrangements |
|---|---|---|---|
| | | | |

52 a Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ▶ ☐ Yes ☒ No

b If "Yes," complete the following schedule: N/A

| (a) Name of organization | (b) Type of organization | (c) Description of relationship |
|---|---|---|
| | | |

623152
01-18-07

**Schedule B**
**(Form 990, 990-EZ, or 990-PF)**
Department of the Treasury
Internal Revenue Service

# Schedule of Contributors

**Supplementary Information for line 1 of Form 990, 990-EZ, and 990-PF (see instructions)**

OMB No. 1545-0047

**2006**

| Name of organization | Employer identification number |
|---|---|
| CENTER FOR PUBLIC INTEGRITY | 54-1512177 |

**Organization type** (check one):

| Filers of: | Section: |
|---|---|
| Form 990 or 990-EZ | [X] 501(c)( 3 ) (enter number) organization |
| | [ ] 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation |
| | [ ] 527 political organization |
| Form 990-PF | [ ] 501(c)(3) exempt private foundation |
| | [ ] 4947(a)(1) nonexempt charitable trust treated as a private foundation |
| | [ ] 501(c)(3) taxable private foundation |

Check if your organization is covered by the **General Rule** or a **Special Rule.** (**Note:** *Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule-see instructions.)*

**General Rule-**

[ ] For organizations filing Form 990, 990-EZ, or 990-PF that received, during the year, $5,000 or more (in money or property) from any one contributor. (Complete Parts I and II.)

**Special Rules-**

[X] For a section 501(c)(3) organization filing Form 990, or Form 990-EZ, that met the 33 1/3% support test of the regulations under sections 509(a)(1)/170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of $5,000 or 2% of the amount on line 1 of these forms. (Complete Parts I and II.)

[ ] For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, aggregate contributions or bequests of more than $1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. (Complete Parts I, II, and III.)

[ ] For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, some contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not aggregate to more than $1,000. (If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the Parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of $5,000 or more during the year.) ........................... ▶ $ ____________

**Caution:** *Organizations that are not covered by the General Rule and/or the Special Rules do not file Schedule B (Form 990, 990-EZ, or 990-PF), but they* **must** *check the box in the heading of their Form 990, Form 990-EZ, or on line 2 of their Form 990-PF, to certify that they do not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).*

| Name of organization | Employer identification number |
|---|---|
| CENTER FOR PUBLIC INTEGRITY | 54-1512177 |

**Part I** **Contributors** (See Specific Instructions.)

| (a) No. | (b) Name, address, and ZIP + 4 | (c) Aggregate contributions | (d) Type of contribution |
|---|---|---|---|
| 1 | | $ 300,000. | Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| 2 | | $ 246,950. | Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| 3 | | $ 300,000. | Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| 4 | | $ 390,000. | Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| 5 | | $ 178,333. | Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| 6 | | $ 150,000. | Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |

**Name of organization**

CENTER FOR PUBLIC INTEGRITY

**Employer identification number**

54-1512177

## Part I Contributors (See Specific Instructions.)

| (a) No. | (b) Name, address, and ZIP + 4 | (c) Aggregate contributions | (d) Type of contribution |
|---|---|---|---|
| 7 | | $ 75,000. | Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| 8 | | $ 60,000. | Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| 9 | | $ 50,000. | Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| 10 | | $ 50,000. | Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| 11 | | $ 50,000. | Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| 12 | | $ 50,000. | Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |

Name of organization: CENTER FOR PUBLIC INTEGRITY

Employer identification number: 54-1512177

**Part I Contributors** (See Specific Instructions.)

| (a) No. | (b) Name, address, and ZIP + 4 | (c) Aggregate contributions | (d) Type of contribution |
|---|---|---|---|
| 13 | | $ 130,000. | Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| | | $ | Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| | | $ | Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| | | $ | Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| | | $ | Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |
| | | $ | Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.) |

**2006 DEPRECIATION AND AMORTIZATION REPORT**

FORM 990 PAGE 2 990

| Asset No. | Description | Date Acquired | Method | Life | Line No. | Unadjusted Cost Or Basis | Bus % Excl | * Reduction In Basis | Basis For Depreciation | Accumulated Depreciation | Current Sec 179 | Current Year Deduction |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1 | COMPUTER EQUIPMENT | VARIES | SL | 5.00 | 16 | 286,035. | | | 286,035. | 195,188. | | 31,403. |
| 2 | FURNITURE | VARIES | SL | 5.00 | 16 | 129,209. | | | 129,209. | 110,525. | | 4,969. |
| 3 | LEASEHOLD IMPROVEMENTS | VARIES | SL | 5.00 | 16 | 118,014. | | | 118,014. | 114,302. | | 934. |
| 4 | TELEPHONE SYSTEM | VARIES | SL | 5.00 | 16 | 85,636. | | | 85,636. | 31,000. | | 8,196. |
| | * TOTAL 990 PAGE 2 DEPR | | | | | 618,894. | | 0. | 618,894. | 451,015. | 0. | 45,502. |



(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone

FORM 990 OTHER CHANGES IN NET ASSETS OR FUND BALANCES STATEMENT 1

| DESCRIPTION | AMOUNT |
|---|---|
| UNREALIZED LOSS ON INVESTMENTS | <2,738.> |
| TOTAL TO FORM 990, PART I, LINE 20 | <2,738.> |

FORM 990 OTHER EXPENSES STATEMENT 2

| DESCRIPTION | (A) TOTAL | (B) PROGRAM SERVICES | (C) MANAGEMENT AND GENERAL | (D) FUNDRAISING |
|---|---|---|---|---|
| ADVERTISING | 6,991. | 6,991. | | |
| AWARDS | 1,104. | 1,104. | | |
| BANK CHARGES | 5,902. | 510. | 5,372. | 20. |
| CONSULTING FEES | 174,035. | 22,500. | 124,869. | 26,666. |
| CONTRACT STAFF | 305,757. | 230,057. | 69,450. | 6,250. |
| DUES & MEMBERSHIP FEES | 2,156. | 485. | 1,651. | 20. |
| PAYROLL PROCESSING | 10,032. | | 10,032. | |
| R & M - TECHNOLOGY CONTRACTS | 30,510. | 19,114. | 3,696. | 7,700. |
| RESEARCH SERVICES - NON-ELECTRIC | 36,034. | 36,009. | 25. | |
| TECHNOLOGY | 180,274. | 141,170. | 25,996. | 13,108. |
| MISCELLANEOUS | 4,977. | 2,445. | 2,448. | 84. |
| TEMPORARY SERVICES | 4,066. | | 4,066. | |
| INSURANCE | 24,973. | 17,950. | 3,984. | 3,039. |
| PROFESSIONAL DEVELOPMENT | 8,571. | 4,523. | 1,298. | 2,750. |
| FILING FEES | 8,462. | 3,499. | 2,200. | 2,763. |
| RECRUITING | 16,544. | 15,269. | 1,275. | |
| SUBSCRIPTIONS | 6,988. | 4,036. | 2,725. | 227. |
| MOVING | 5,686. | | 5,686. | |
| GRAPHICS | 11,480. | 10,630. | | 850. |
| OFF-SITE STORAGE | 3,919. | 2,407. | 1,049. | 463. |
| REPAIRS AND MAINTENANCE | 1,195. | 520. | 675. | |
| PROPERTY TAXES | 1,049. | | 1,049. | |
| TOTAL TO FM 990, LN 43 | 850,705. | 519,219. | 267,546. | 63,940. |

FORM 990 OFFICER COMPENSATION ALLOCATION STATEMENT 3
PART II, LINE 25A

| NAME OF OFFICER, ETC. | COMPENSATION | EMPLOYEE BEN. PLANS | EXPENSE ACCOUNTS | TOTALS |
|---|---|---|---|---|
| ROBERTA BASKIN | 162,173. | 14,363. | | 176,536. |
| A. PROGRAM SERVICES | 24,326. | 2,154. | | 26,480. |
| B. MANAGEMENT AND GENERAL | 56,761. | 5,027. | | 61,788. |
| C. FUNDRAISING | 81,086. | 7,182. | | 88,268. |

| NAME OF OFFICER, ETC. | COMPENSATION | EMPLOYEE BEN. PLANS | EXPENSE ACCOUNTS | TOTALS |
|---|---|---|---|---|
| WENDELL RAWLS JR. | 151,993. | 31,222. | | 183,215. |
| A. PROGRAM SERVICES | 22,799. | 4,683. | | 27,482. |
| B. MANAGEMENT AND GENERAL | 53,198. | 10,928. | | 64,126. |
| C. FUNDRAISING | 75,996. | 15,611. | | 91,607. |

| | |
|---|---|
| TOTAL PROGRAM SERVICES | 53,962. |
| TOTAL MANAGEMENT AND GENERAL | 125,914. |
| TOTAL FUNDRAISING | 179,875. |
| TOTAL OFFICER, ETC., COMPENSATION INCLUDED ON PART II, LINE 25A | 359,751. |

FORM 990 FORMER OFFICER COMPENSATION ALLOCATION STATEMENT 4
PART II, LINE 25B

| NAME OF OFFICER, ETC. | COMPENSATION | EMPLOYEE BEN. PLANS | EXPENSE ACCOUNTS | TOTALS |
|---|---|---|---|---|
| CHARLES LEWIS | 86,000. | | | 86,000. |
| A. PROGRAM SERVICES | | | | |
| B. MANAGEMENT AND GENERAL | 86,000. | | | 86,000. |
| C. FUNDRAISING | | | | |

| | |
|---|---|
| TOTAL PROGRAM SERVICES | |
| TOTAL MANAGEMENT AND GENERAL | 86,000. |
| TOTAL FUNDRAISING | |
| TOTAL OFFICER, ETC., COMPENSATION INCLUDED ON PART II, LINE 25B | 86,000. |

FORM 990 STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS STATEMENT 5

DESCRIPTION OF PROGRAM SERVICE TWO

POLITICAL CONSULTANTS: THE INVESTIGATION IDENTIFIED THE MAJOR CAMPAIGN CONSULTANTS FOR THE 2003-2004 PRESIDENTIAL AND CONGRESSIONAL RACES, TRACKED THE BILLIONS OF DOLLARS SPENT ON THEM AND PROFILED THE PROMINENT ONES. THE CENTER FOLLOWED UP WITH A GROUNDBREAKING STORY ABOUT CONSULTANTS WHO TURN THEIR INTENSE, PERSONAL RELATIONSHIPS WITH THEIR CANDIDATE-CLIENTS INTO LOBBYING OPPORTUNITIES. THE PROJECT ALSO CREATED A FREE, SEARCHABLE DATABASE OF PAYMENTS TO CONSULTANTS, AVAILABLE FOR PUBLIC USE.

| | GRANTS | EXPENSES |
|---|---|---|
| TO FORM 990, PART III, LINE B | | 358,724. |

FORM 990 STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS STATEMENT 6

DESCRIPTION OF PROGRAM SERVICE THREE

PROFITING FROM POLLUTION: THE PROJECT REPORTERS OBTAINED A CONFIDENTIAL EPA DOCUMENT IDENTIFYING THE TOP 100 POLLUTERS BASED ON THE NUMBER OF SUPERFUND CLEAN UP SITES THEY ARE CONNECTED TO. THEY ALSO FOUND 118 SUPERFUND SITES FROM NEW JERSEY TO CALIFORNIA WHERE HUMAN EXPOSURE TO TOXINS AND CARCINOGENS IS NOT UNDER CONTROL, ACCORDING TO ANOTHER EPA DOCUMENT. MORE THAN A MILLION PEOPLE LIVE WITHIN A MILE OF THESE SITES, WHERE CONTAMINANTS CONTINUE TO POLLUTE THE SOIL, WATER, AIR OR A COMBINATION OF THE THREE.

| | GRANTS | EXPENSES |
|---|---|---|
| TO FORM 990, PART III, LINE C | | 338,575. |

FORM 990 STATEMENT OF ORGANIZATION'S PRIMARY EXEMPT PURPOSE PART III STATEMENT 7

EXPLANATION

THE MISSION OF THE CENTER FOR PUBLIC INTEGRITY (THE CENTER) IS TO PRODUCE ORIGINAL INVESTIGATIVE JOURNALISM ABOUT SIGNIFICANT PUBLIC ISSUES TO MAKE INSTITUTIONAL POWER MORE TRANSPARENT AND ACCOUNTABLE.
TO PURSUE ITS MISSION, THE CENTER:
- GENERATES HIGH-QUALITY, ACCESSIBLE INVESTIGATIVE REPORTS, DATABASES AND CONTEXTUAL ANALYSIS ON ISSUES OF PUBLIC IMPORTANCE.
- DISSEMINATES WORK TO JOURNALISTS, POLICYMAKERS, SCHOLARS, AND CITIZENS USING A COMBINATION OF DIGITAL, ELECTRONIC AND PRINT MEDIA.
- EDUCATES, ENGAGES AND EMPOWERS CITIZENS WITH TOOLS AND SKILLS THEY NEED TO HOLD GOVERNMENTS AND OTHER INSTITUTIONS ACCOUNTABLE.
- ORGANIZES AND SUPPORTS INVESTIGATIVE JOURNALISTS AROUND THE WORLD WHO APPLY THE CENTER'S GOALS AND STANDARDS TO CROSS-BORDER PROJECTS.
- REMAINS INDEPENDENT BY BUILDING A STRONG AND SUSTAINABLE FINANCIAL BASE OF SUPPORT, INCLUDING A COMMUNITY OF COMMITTED INDIVIDUALS AND FOUNDATIONS.

FORM 990 OTHER PROGRAM SERVICES STATEMENT 8

| DESCRIPTION OF OTHER PROGRAM SERVICES | GRANTS AND ALLOCATIONS | EXPENSES |
|---|---|---|
| TORTURERS' LOBBY | 0. | 327,655. |
| COMMUNICATIONS/OUTREACH | 0. | 298,858. |
| POLICY BY PROVIDENCE | 0. | 279,477. |
| FIFTY STATES | 0. | 279,475. |
| THE CHARLES LEWIS SPECIAL PROJECTS FUND | 0. | 256,125. |
| PHARMACEUTICAL INDUSTRY PROJECT | 0. | 156,835. |
| BUYING OF THE PRESIDENT 2008 | 0. | 104,565. |
| TAKINGS | 0. | 97,450. |
| ICIJ | 0. | 68,290. |
| PAR | 0. | 30,173. |
| SHADOW GOVERNMENT | 0. | 885. |
| TOTAL TO FORM 990, PART III, LINE E | | 1,899,788. |

FORM 990 DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT STATEMENT 9

| DESCRIPTION | COST OR OTHER BASIS | ACCUMULATED DEPRECIATION | BOOK VALUE |
|---|---|---|---|
| COMPUTER EQUIPMENT | 286,035. | 226,591. | 59,444. |
| FURNITURE | 129,209. | 115,494. | 13,715. |
| LEASEHOLD IMPROVEMENTS | 118,014. | 115,236. | 2,778. |
| TELEPHONE SYSTEM | 85,636. | 39,196. | 46,440. |
| TOTAL TO FORM 990, PART IV, LN 57 | 618,894. | 496,517. | 122,377. |

FORM 990 NON-GOVERNMENT SECURITIES STATEMENT 10

| SECURITY DESCRIPTION | COST/FMV | CORPORATE STOCKS | CORPORATE BONDS | OTHER PUBLICLY TRADED SECURITIES | TOTAL NON-GOV'T SECURITIES |
|---|---|---|---|---|---|
| EQUITY MUTUAL FUNDS | FMV | | | 10,614. | 10,614. |
| FIXED INCOME MUTUAL FUNDS | FMV | | | 119,041. | 119,041. |
| TO FORM 990, LINE 54A, COL B | | | | 129,655. | 129,655. |

FORM 990 PART V-A - LIST OF CURRENT OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES STATEMENT 11

| NAME AND ADDRESS | TITLE AND AVRG HRS/WK | COMPEN-SATION | EMPLOYEE BEN PLAN CONTRIB | EXPENSE ACCOUNT |
|---|---|---|---|---|
| ROBERTA BASKIN ALL MAY BE REACHED IN C/O ORGANIZATION. | EXEC. DIR./BOARD MEMBER 40.00 | 162,173. | 14,363. | 0. |
| WENDELL RAWLS JR. | INTERIM EXECUTIVE DIRECTOR 40.00 | 151,993. | 31,222. | 0. |
| HODDING CARTER III | BOARD MEMBER 2.00 | 0. | 0. | 0. |
| BRUCE A. FINZEN | BOARD MEMBER 2.00 | 0. | 0. | 0. |
| BILL KOVACH | BOARD MEMBER 2.00 | 0. | 0. | 0. |
| SUSAN LOEWENBERG | BOARD MEMBER 2.00 | 0. | 0. | 0. |

| | | | | |
|---|---|---|---|---|
| PAULA MADISON | BOARD MEMBER 2.00 | 0. | 0. | 0. |
| JOHN E. NEWMAN, JR. | BOARD MEMBER 2.00 | 0. | 0. | 0. |
| GENEVA OVERHOLSER | BOARD MEMBER 2.00 | 0. | 0. | 0. |
| CHARLES PILLER | BOARD MEMBER 2.00 | 0. | 0. | 0. |
| BEN SHERWOOD | BOARD MEMBER 2.00 | 0. | 0. | 0. |
| ALLEN PUSEY | BOARD MEMBER 2.00 | 0. | 0. | 0. |
| SREE SREENIVASAN | BOARD MEMBER 2.00 | 0. | 0. | 0. |
| MARIANNE SZEGEDY-MASZAK | BOARD MEMBER 2.00 | 0. | 0. | 0. |
| TOTALS INCLUDED ON FORM 990, PART V-A | | 314,166. | 45,585. | 0. |

FORM 990 LIST OF STATES RECEIVING COPY OF RETURN STATEMENT 12
PART VI, LINE 90

STATES

AL,AK,AZ,AR,CA,CT,FL,GA,IL,KS,KY,ME,MD,MA,MI,MS,NH,NJ,NM,NY,NC,OH,OK,OR,PA
RI,SC,TN,UT,VA,WA,WV,WI,MO,MN

FORM 990 PART VIII - RELATIONSHIP OF ACTIVITIES TO ACCOMPLISHMENT OF EXEMPT PURPOSES STATEMENT 13

| LINE | EXPLANATION OF RELATIONSHIP OF ACTIVITIES |
|---|---|
| 93A | THE CENTER HAS A CONTRACT WITH A MAJOR NEWS ORGANIZATION TO INCREASE PUBLIC AWARENESS OF THE RESULTS OF THE CENTER'S INVESTIGATIONS, ALL OF WHICH CONCERN MATTERS OF INTEGRITY IN THE POLITICAL PROCESS AND GOVERNMENT, WHICH ARE CORE ELEMENTS OF THE EXEMPT FUNCTION OF THE CENTER. |
| 103A | MISCELLANEOUS REVENUE EARNED THROUGH ACTIVITIES RELATED TO ORGANIZATION'S EXEMPT PURPOSE. |

SCHEDULE A OTHER INCOME STATEMENT 14

| DESCRIPTION | 2005 AMOUNT | 2004 AMOUNT | 2003 AMOUNT | 2002 AMOUNT |
|---|---|---|---|---|
| MISCELLANEOUS | 2,700. | 26,033. | 132. | 120. |
| TOTAL TO SCHEDULE A, LINE 22 | 2,700. | 26,033. | 132. | 120. |

***PART IV, ITEM 77 - CHANGES TO GOVERNING DOCUMENTS***

I certify that the attached document represents a complete and accurate copy of the BYLAWS OF THE CENTER FOR PUBLIC INTEGRITY, currently in effect, as amended from time to time.

Signed: Cathy R. Swelley

Title: DIRECTOR OF FINANCE AND ADMINISTRATION

Date: 6/21/07

BY-LAWS

OF

THE CENTER FOR PUBLIC INTEGRITY

As Adopted As of

ARTICLE I

Name and Purposes

Section 1.01. Name. The name of the organization is THE CENTER FOR PUBLIC INTEGRITY.

Section 1.02. Purpose. The Corporation is organized for the charitable and educational purposes of bringing a higher standard of integrity to the American political process and to government by informing and educating the public about critical issues of integrity.

ARTICLE II

Members

Section 2.01. Qualification. Membership shall be open to any organization or individual interested in bringing a higher standard of integrity to the American political process and to government.

Section 2.02. Granting of Membership. Membership shall be granted when an organization or individual has met the standards for dues or contributions or any other uniform standards established by the Board of Directors. Members shall have no voting rights.

Section 2.03. Termination of Membership. The Board of Directors, by affirmative vote of two-thirds of all of the members of the Board, may suspend or expel a member, and may, by a majority vote or those present at any regularly constituted meeting, terminate the membership of any member who becomes ineligible for membership, or suspend or expel any member who shall be in default in the payment of dues for the period fixed in Section 2.05 of this article.

Section 2.04. Resignation. Any member may resign by filing a written resignation with the Secretary; however, such resignation shall not relieve the member so resigning of the obligation to pay any dues or other charges theretofore accrued and unpaid.

Section 2.05. Dues. Dues for members shall be established by the Board of Directors. The membership of any member who is in default in the payment of dues for a period of three months from the time such dues became payable may be terminated by the Board in the manner provided in Section 2.03 of this article.

ARTICLE III

AUTHORITY AND DUTIES OF DIRECTORS

Section 3.01. Authority of Directors. The Board of Directors is the policy-making body and may exercise all the powers and authority granted to the Corporation by law.

Section 3.02. Number, Selection, and Tenure. The Board shall consist of not less than three (3) directors. Each director shall hold office for a term of three (3) years. Terms of directors shall be staggered so that the terms of no more than one-third plus one of the directors shall expire in any year. Vacancies existing by reason of resignation, death, incapacity or removal before the expiration of his/her term shall be filled by a majority vote of the remaining directors. In the event of a tie vote, the President shall choose the succeeding director. Directors will elect their successors. A director elected to fill a vacancy shall be elected for the unexpired term of that director's predecessor in office.

Section 3.03. <u>Resignation</u>. Resignations are effective upon receipt by the Secretary of the Corporation of written notification.

Section 3.04. <u>Regular Meetings</u>. The Board of Directors shall hold at least two (2) regular meetings per calendar year. No less than five nor more than seven months shall elapse between regular meetings. The Board of Directors may provide by resolution the time and place of such meetings without other notice than such resolution.

Section 3.05. <u>Special Meetings</u>. Meetings shall be at such dates, times and places as the Board shall determine.

Section 3.06. <u>Notice</u>. Meetings may be called by the Chairperson or at the request of any two (2) directors by notice mailed, telephone, or telegraphed to each member of the Board not less than forty-eight (48) hours before such meeting.

Section 3.07. <u>Quorum</u>. A quorum shall consist of a majority of the Board attending in person or through teleconferencing. All decisions will be by majority vote of those present at a meeting at which a quorum is present. If less than a majority of the directors is present at said meeting, a majority of the directors present may adjourn the meeting on occasion without further notice.

Section 3.08. <u>Action Without a Meeting</u>. Any action required or permitted to be taken at a meeting of the Board of Directors (including amendment of these By-Laws) or of any committee may be taken without a meeting if all the members of the Board or committee consent in writing to taking the action without a meeting and to approving the specific action. Such consents shall have the same force and effect as a unanimous vote of the Board or of the committee as the case may be.

Section 3.09. <u>Participation in Meeting by Conference Telephone</u>. Members of the Board may participate in a meeting through use of conference telephone or similar communications equipment, so long as members participating in such meeting can hear one another.

Section 3.10. <u>Committees</u>. Committees of the Board. The Board of Directors may, by resolution adopted by a majority of the Directors in office, establish committees of the Board composed of at least two (2) persons which, except for an Executive Committee, may include non-Board members. The Board may make such provisions for appointment of the chair of such committees, establish such procedures to govern their activities, and delegate thereto such authority as may be necessary or desirable for the efficient management of the property, affairs, business, activities of the Corporation.

Section 3.11. Nominating Committee. There shall be a Nominating Committee, composed of the Chairperson and at least two (2) other members of the Board of Directors. Each member of the committee shall have one (1) vote and decision shall be made by the majority.

Section 3.12. Reimbursement. Directors shall serve without compensation with the exception that expenses incurred in the furtherance of The Center for Integrity's business are allowed to be reimbursed with documentation and with prior approval for expenses above two hundred dollars ($200.00). In addition, Directors serving the organization in any other capacity are allowed to receive compensation therefore.

ARTICLE IV

AUTHORITY AND DUTIES OF OFFICERS

Section 4.01. Officers. The officers of the Center shall be a Chairperson, a Secretary, a Treasurer, and such other officers as the Board of Directors may designate. Any two (2) or more offices may be held by the same person, except the offices of Chairperson and Secretary.

Section 4.02. Appointment of Officers; Terms of Office. The officers of the Center shall be elected by the Board of

Directors at regular meetings of the Board, or, in the case of vacancies, as soon thereafter as convenient. New offices may be created and filled at any meeting of the Board of Directors. Terms of office may be established by the Board of Directors, but shall not exceed three (3) years. Officers shall hold office until a successor is duly elected and qualified. Officers shall be eligible for reappointment.

Section 4.03. Resignation. Resignations are effective upon receipt by the Secretary of the Board of a written notification.

Section 4.04. Removal. An officer may be removed by the Board of Directors at a meeting, or by action in writing pursuant to Section 2.05, whenever in the Board's judgment the best interests of the Corporation will be served thereby. Any such removal shall be without prejudice to the contract rights, if any, of the person so removed.

Section 4.05. Chairperson. The Chairperson of the Board shall be a director of the Center and will preside at all meetings of the Board of Directors. The Chairperson shall perform all duties attendant to that office, subject, however, to the control of the Board of Directors, and shall perform such other duties as on occasion shall be assigned by the Board of Directors.

Section 4.06. Treasurer. The Treasurer shall be a director of the Center and shall report to the Board of Directors at each regular meeting on the status of the Center's finances. The Treasurer shall work closely with the Executive Director to ascertain that appropriate procedures are being followed in the financial affairs of the Center, and shall perform such other duties as occasionally may be assigned by the Board of Directors.

Section 4.07. Secretary. The Board of Directors shall designate a Secretary to keep the minutes of all meetings of the Board of Directors in the books proper for that purpose. The Secretary may be a member of the Board of Directors or another person designated to fulfill these duties.

Section 4.08. Executive Director. The Executive Director of the Center shall be appointed by the Board of Directors and shall have such powers and duties as may be assigned by the Board. The Executive Director shall supervise the day-to-day operations of the Center and the receipt and disbursement of all funds, within guidelines established by the Board of Directors. The Executive Director shall report to the Board of Directors on a regular basis on all activities of the Center.

The Executive Director shall keep or cause to be kept complete and accurate accounts of receipts and disbursements of the Center, and shall deposit all money and other valuable effects of the Center in such banks or depositories as the Board of Directors may designate. The Executive Director shall work closely with the Treasurer to ascertain that appropriate procedures are being followed in the financial affairs of the Center, and shall provide the Treasurer all information necessary for reports to the Board of Directors on the Center's finances. The Executive Director at all reasonable times shall exhibit the books and accounts to any officer or director of the Center, and shall arrange for an audit of the Center's finances on an annual basis.

The Executive Director will also serve as a full voting member of the Center Board of Directors. However, the Executive Director shall be disqualified from participating in any Board decision regarding compensation for that position.

## ARTICLE V

## INDEMNIFICATION

Every member of the Board of Directors, officer or employee of The Center for Integrity may be indemnified by the corporation against all expenses and liabilities, including counsel fees, reasonably incurred or imposed upon such members of the Board, officer or employee in connection with any threatened, pending, or completed action, suit or proceeding to which she/he may become involved by reason of her/his being or having been a member of the Board, officer, or employee of the corporation, or any settlement thereof, unless adjudged therein to be liable for negligence or misconduct in the performance of her/his duties. Provided, however, that in the event of a settlement the indemnification herein shall apply only when the Board approves such settlement and reimbursement as being in the best interest of the corporation. The foregoing right of indemnification shall be in addition and not exclusive of all other rights which such member of the Board, officer or employee is entitled.

## ARTICLE VI

## ADVISORY BOARDS AND COMMITTEE

Section 6.01. Establishment. The Board of Directors may establish one or more Advisory Boards or Committees.

Section 6.02. Size, Duration, and Responsibilities. The size, duration, and responsibilities of such boards and committees shall be established by a majority vote of the Board of Directors.

## ARTICLE VII

## FINANCIAL ADMINISTRATION

Section 7.01. Fiscal Year. The fiscal year of the Corporation shall be January 1 - December 31 but may be changed by resolution of the Board of Directors.

Section 7.02. Checks, Drafts, Etc. All checks orders for the payment of money, bills of lading, warehouse receipts, obligations, bills of exchange, and insurance certificates shall be signed or endorsed by such officer or officers or agent or agents of the Corporation and in such manner as shall from time to time be determined by resolution of the Board of Directors or of any committee to which such authority has been delegated by the Board.

Section 7.03. Deposits and Accounts. All funds of the Corporation, not otherwise employed, shall be deposited from time to time in general or special accounts in such banks, trust companies, or other depositories as the Board of Directors or any committee to which such authority has been delegated by the Board may select, or as may be selected by the President or by any other officer or officers or agent or agents of the Corporation, to whom such power may from time to time be delegated by the Board. For the purpose of deposit and for the purpose of collection for that account of the Corporation, checks, drafts, and other orders of the Corporation may be endorsed, assigned, and delivered on behalf of the Corporation by any officer or agent of the Corporation.

Section 7.04. Investments. The funds of the Center may be retained in whole or in part in cash or be invested and reinvested on occasion in such property, real, personal, or otherwise, or stock, bonds, or other securities, as the Board of Directors in its sole discretion may deem desirable, without regard to the limitations, if any, now imposed or which may hereafter be imposed by law regarding such investments, and which are permitted to organizations exempt from Federal income taxation under Section 501(c)(3) of the Internal Revenue Code.

## ARTICLE VIII

## BOOKS AND RECORDS

Correct books of account of the activities and transactions of the Center shall be kept at the office of the Center. These shall include a minute book, which shall contain a copy of the Certificate of Incorporation, a copy of these By-laws, and all minutes of meetings of the Board of Directors.

## ARTICLE IX

## AMENDMENT OF BY-LAWS

These By-Laws may be amended by a majority vote of the Board of Directors, provided prior notice is given of the proposed amendment in the notice of the meeting at which such action is taken, or provided all members of the Board waive such notice, or by unanimous consent in writing without a meeting pursuant to Section 3.08.

Certified as approved by the Board of Directors this 24 day of July, 1989.

Charles Fillen
Secretary

PROPOSED AMENDMENT TO THE BY-LAWS OF
THE CENTER FOR PUBLIC INTEGRITY

## ARTICLE III

## AUTHORITY AND DUTIES OF DIRECTORS

Section 3.02 Number, Selection and Tenure. The Board shall consist of not less than three (3) directors. Each director shall hold office for a term of three (3) years. Vacancies existing by reason of resignation, death, incapacity or removal before the expiration of his/her term shall be filled by a majority vote of the remaining directors. In the event of a tie vote, the Chairperson shall choose the succeeding director. Directors will elect their successors. A director elected to fill a vacancy shall be elected for the unexpired term of that director's predecessor in office.

Certified as approved by the Board of Directors this 28th day of Sept, 2002.

Secretary

PROPOSED AMENDMENT TO THE BY-LAWS OF
THE CENTER FOR PUBLIC INTEGRITY

ARTICLE III

AUTHORITY AND DUTIES OF DIRECTORS

Section 3.02. Number, Selection and Tenure. The Board shall consist of not less than three (3) directors. Each director shall hold office for a term of either one (1), two (2) or three (3) years, to ensure than the terms of no more than half of all directors can expire during the same year. Vacancies existing by reason of resignation, death, incapacity or removal before the expiration of his/her term shall be filled by a majority vote of the remaining directors. In the event of a tie vote, the Chairperson shall choose the succeeding director. Directors will elect their successors. A director elected to fill a vacancy shall be elected for the unexpired term of that director's predecessor in office.

Certified as approved by the Board of Directors this 15th day of Oct. , 2003.

Secretary
Chairman

SECRETARY

## Amendments to CPI bylaws approved by Board of Directors, Jan. 20, 2007

### Section changed:

Section 3.06. Notice. Special meetings may be called by the Chairperson or at the request of any two (2) directors by notice provided by mail, telephone, or **e-mail** ~~telegraphed~~ to each member of the Board not less than forty-eight (48) hours before such meeting.

### Section Added:

**Section 3.12. Executive Committee. There shall be an executive committee, composed of all Board officers. Each member of the Executive Committee shall have one (1) vote and decisions shall be made by the majority. In the case of a tie vote, the Chairperson shall decide. The Executive Committee shall be empowered to act on behalf of the full Board for decisions required between full Board meetings.**

**Certified as approved by the Board of Directors this 6 th day of March, 2007.**

**Marianne Szegedy-Maszak**

**Board Secretary**

Form **8868** (Rev. December 2006) Department of the Treasury Internal Revenue Service

# Application for Extension of Time To File an Exempt Organization Return

▶ File a separate application for each return.

OMB No. 1545-1709

- If you are filing for an **Automatic 3-Month Extension, complete only Part I** and check this box ▶ [X]
- If you are filing for an **Additional (not automatic) 3-Month Extension, complete only Part II** (on page 2 of this form).

**Do not complete Part II unless** you have already been granted an automatic 3-month extension on a previously filed Form 8868.

## Part I Automatic 3-Month Extension of Time. Only submit original (no copies needed).

Section 501(c)(3) corporations required to file Form 990-T and requesting an automatic 6-month extension - check this box and complete Part I only ▶ [ ]

*All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns.*

**Electronic Filing (e-file).** Generally, you can electronically file Form 8868 if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for section 501(c)(3) corporations required to file Form 990-T). However, you cannot file Form 8868 electronically if (1) you want the additional (not automatic) 3-month extension or (2) you file Forms 990-BL, 6069, or 8870, group returns, or a composite or consolidated Form 990-T. Instead, you must submit the fully completed and signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit *www.irs.gov/efile* and click on *e-file for Charities & Nonprofits.*

| Type or print | Name of Exempt Organization | Employer identification number |
|---|---|---|
| | CENTER FOR PUBLIC INTEGRITY | 54-1512177 |
| File by the due date for filing your return. See instructions. | Number, street, and room or suite no. If a P.O. box, see instructions.<br>910 17TH STREET, N.W., NO. 7TH FL | |
| | City, town or post office, state, and ZIP code. For a foreign address, see instructions.<br>WASHINGTON, DC 20006 | |

**Check type of return to be filed** (file a separate application for each return):

| | | |
|---|---|---|
| [X] Form 990 | [ ] Form 990-T (corporation) | [ ] Form 4720 |
| [ ] Form 990-BL | [ ] Form 990-T (sec. 401(a) or 408(a) trust) | [ ] Form 5227 |
| [ ] Form 990-EZ | [ ] Form 990-T (trust other than above) | [ ] Form 6069 |
| [ ] Form 990-PF | [ ] Form 1041-A | [ ] Form 8870 |

- The books are in the care of ▶ THE CENTER
  Telephone No. ▶ (202) 466-1300 FAX No. ▶
- If the organization does not have an office or place of business in the United States, check this box ▶ [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ____. If this is for the whole group, check this box ▶ [ ]. If it is for part of the group, check this box ▶ [ ] and attach a list with the names and EINs of all members the extension will cover.

**1** I request an automatic 3-month (6-months for a section 501(c)(3) corporation required to file Form 990-T) extension of time until AUGUST 15, 2007, to file the exempt organization return for the organization named above. The extension is for the organization's return for:

▶ [X] calendar year 2006 or

▶ [ ] tax year beginning ________, and ending ________.

**2** If this tax year is for less than 12 months, check reason: [ ] Initial return [ ] Final return [ ] Change in accounting period

| | | | |
|---|---|---|---|
| **3a** | If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions. | 3a | $ |
| **b** | If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit. | 3b | $ |
| **c** | **Balance Due.** Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions. | 3c | $ N/A |

**Caution.** If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

LHA **For Privacy Act and Paperwork Reduction Act Notice, see instructions.** Form **8868** (Rev. 12-2006)

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02-07-07