

Form **990**

**Return of Organization Exempt From Income Tax**

**2007**

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

Open to Public Inspection

Department of the Treasury  
Internal Revenue Service

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

**A For the 2007 calendar year, or tax year beginning and ending**

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

**C Name of organization**  
**CENTER FOR PUBLIC INTEGRITY**  
 Number and street (or P.O. box if mail is not delivered to street address) Room/suite  
**910 17TH STREET, N.W. 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  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).

**G Website:** WWW.PUBLICINTEGRITY.ORG

**J Organization type** (check only one)  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.

**L Gross receipts:** Add lines 6b, 8b, 9b, and 10b to line 12 **4,134,359.**

**H and I are not applicable to section 527 organizations.**  
**H(a)** Is this a group return for affiliates?  Yes  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  No  
**I** Group Exemption Number **N/A**  
**M** Check  if the organization is not required to attach Sch. B (Form 990, 990-EZ, or 990-PF).

**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	3,120,985.	
	c	Indirect public support (not included on line 1a)	1c	750,000.	
	d	Government contributions (grants) (not included on line 1a)	1d		
	e	<b>Total</b> (add lines 1a through 1d) (cash \$ 3,824,886. noncash \$ 46,099.)	1e		3,870,985.
	2	Program service revenue including government fees and contracts (from Part VII, line 93)	2		197,794.
	3	Membership dues and assessments	3		
	4	Interest on savings and temporary cash investments	4		
	5	Dividends and interest from securities	5		37,621.
	6a	Gross rents	6a		
	6b	Less: rental expenses	6b		
6c	Net rental income or (loss). Subtract line 6b from line 6a	6c			
7	Other investment income (describe )	7			
8a	Gross amount from sales of assets other than inventory	(A) Securities		(B) Other	
		8a			
		8b			
8c	Less: cost or other basis and sales expenses	8c			
8d	Gain or (loss) (attach schedule)	8d			
9	Net gain or (loss). Combine line 8c, columns (A) and (B)				
9a	Special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/>	Gross revenue (not including \$ of contributions reported on line 1b)	9a		
		Less: direct expenses other than fundraising expenses	9b		
		Net income or (loss) from special events. Subtract line 9b from line 9a	9c		
10a	Gross sales of inventory, less returns and allowances	10a			
		10b			
		10c			
11	Other revenue (from Part VII, line 103)	11		27,959.	
12	<b>Total revenue.</b> Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11	12		4,134,359.	
Expenses	13	Program services (from line 44, column (B))	13		3,076,464.
	14	Management and general (from line 44, column (C))	14		616,551.
	15	Fundraising (from line 44, column (D))	15		519,820.
	16	Payments to affiliates (attach schedule)	16		
	17	<b>Total expenses.</b> Add lines 16 and 44, column (A)	17		4,212,835.
Net Assets	18	Excess or (deficit) for the year. Subtract line 17 from line 12	18		<78,476.>
	19	Net assets or fund balances at beginning of year (from line 73, column (A))	19		1,599,635.
	20	Other changes in net assets or fund balances (attach explanation) <b>SEE STATEMENT 1</b>	20		<696.>
	21	Net assets or fund balances at end of year. Combine lines 18, 19, and 20	21		1,520,463.

**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 <input type="checkbox"/>				
22b Other grants and allocations (attach schedule) (cash \$ 0, noncash \$ 0) If this amount includes foreign grants, check here <input type="checkbox"/>				
23 Specific assistance to individuals (attach schedule)				
24 Benefits paid to or for members (attach schedule)				
25a Compensation of current officers, directors, key employees, etc. listed in Part V-A	478,600.	283,767.	135,882.	58,951.
b Compensation of former officers, directors, key employees, etc. listed in Part V-B	0.	0.	0.	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)				
26 Salaries and wages of employees not included on lines 25a, b, and c	1,916,248.	1,577,649.	99,084.	239,515.
27 Pension plan contributions not included on lines 25a, b, and c	46,090.	33,609.	5,175.	7,306.
28 Employee benefits not included on lines 25a - 27	178,657.	131,290.	21,632.	25,735.
29 Payroll taxes	161,800.	121,926.	19,604.	20,270.
30 Professional fundraising fees				
31 Accounting fees	18,525.		18,525.	
32 Legal fees	22,303.	9,330.	12,973.	
33 Supplies	20,678.	9,317.	9,175.	2,186.
34 Telephone	20,784.	12,505.	5,341.	2,938.
35 Postage and shipping	10,720.	5,337.	2,573.	2,810.
36 Occupancy	304,900.	257,348.	22,150.	25,402.
37 Equipment rental and maintenance	23,673.	16,154.	4,733.	2,786.
38 Printing and publications	21,967.	12,018.	2,637.	7,312.
39 Travel	56,567.	32,219.	13,938.	10,410.
40 Conferences, conventions, and meetings	79,842.	10,960.	67,752.	1,130.
41 Interest	2,580.		2,580.	
42 Depreciation, depletion, etc. (attach schedule)	47,814.	35,726.	5,606.	6,482.
43 Other expenses not covered above (itemize):				
a				
b				
c				
d				
e				
f				
g SEE STATEMENT 2	801,087.	527,309.	167,191.	106,587.
44 Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	4,212,835.	3,076,464.	616,551.	519,820.

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? ► <u>SEE STATEMENT 3</u>	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.)	
<b>a</b> <u>THE CHARLES LEWIS SPECIAL PROJECTS FUND: SUPPORTS RESEARCH AND DEVELOPMENT OF PROMISING INVESTIGATIVE STORIES AND FUNDING FOR PROJECTS THAT THE CENTER WANTS TO PURSUE DESPITE THE LACK OF EXTERNAL FINANCIAL SUPPORT.</u>	
(Grants and allocations \$ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	410,545.
<b>b</b> <u>COMMUNICATION/OUTREACH: FUNCTIONS OF THE CENTER FOR PUBLIC INTEGRITY'S CONSIST OF MEDIA, PUBLIC RELATIONS, AND ITS WEBSITE.</u>	
(Grants and allocations \$ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	373,039.
<b>c</b> <u>BUYING OF THE PRESIDENT 2008: ONLINE PROJECT THAT IS A ONE-STOP SHOP FOR INFORMATION ON MONEY IN PRESIDENTIAL POLITICS. IT CONTAINS CANDIDATE FINANCIAL DISCLOSURE INFORMATION, ORIGINAL REPORTING, AND MORE THAN 100 INTERVIEWS WITH FORMER PRESIDENTIAL CANDIDATES, STRATEGISTS, CONSULTANTS, DONORS. FUNDRAISERS, AND OTHER EXPERTS.</u>	
(Grants and allocations \$ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	369,080.
<b>d</b> <u>TELECOM: THIS IS AN ON-GOING INVESTIGATION INTO THE HISTORY AND POLITICAL INFLUENCE OF THE MEDIA AND TELECOMMUNICATIONS INDUSTRIES IN AMERICA SINCE 1990. THIS IS ONE OF THE MOST THOROUGH MEDIA INVESTIGATION AVAILABLE.</u>	
(Grants and allocations \$ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	348,974.
<b>e</b> Other program services (attach schedule) <u>SEE STATEMENT 4</u>	
(Grants and allocations \$ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	1,574,826.
<b>f</b> <u>Total of Program Service Expenses</u> (should equal line 44, column (B), Program services) ►	3,076,464.

Form 990 (2007)

**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.

		(A) Beginning of year	(B) End of year
<b>Assets</b>	45 Cash - non-interest-bearing .....	750.	45
	46 Savings and temporary cash investments .....	1,072,910.	46 711,116.
	47 a Accounts receivable .....	122,676.	
	b Less: allowance for doubtful accounts .....		1,981. 47c 122,676.
	48 a Pledges receivable .....	75,000.	
	b Less: allowance for doubtful accounts .....		25,000. 48c 75,000.
	49 Grants receivable .....	371,750.	49 500,000.
	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 .....	87,012.	53 45,282.
	54 a Investments - publicly-traded securities <b>STMT 7</b> <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV .....	129,655.	54a 179,520.
	b Investments - other securities .....		54b <input type="checkbox"/> Cost <input type="checkbox"/> FMV
	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 .....	637,260.		
b Less: accumulated depreciation <b>STMT 5</b> .....	544,331.	122,377. 57c 92,929.	
58 Other assets, including program-related investments (describe ► <b>DEPOSITS</b> ) .....	49,517.	58 25,762.	
59 <b>Total assets</b> (must equal line 74). Add lines 45 through 58 .....	1,860,952.	59 1,752,285.	
<b>Liabilities</b>	60 Accounts payable and accrued expenses .....	214,777.	60 179,872.
	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 ► <b>SEE STATEMENT 6</b> ) .....	46,540.	65 51,950.
66 <b>Total liabilities.</b> Add lines 60 through 65 .....	261,317.	66 231,822.	
<b>Net Assets or Fund Balances</b>	<b>Organizations that follow SFAS 117, check here</b> <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.		
	67 Unrestricted .....	<302,091.>	67 <421,812.>
	68 Temporarily restricted .....	1,901,726.	68 1,942,275.
	69 Permanently restricted .....		69
	<b>Organizations that do not follow SFAS 117, check here</b> <input type="checkbox"/> 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 <b>Total net assets or fund balances.</b> Add lines 67 through 69 or lines 70 through 72. (Column (A) must equal line 19 and column (B) must equal line 21) .....	1,599,635.	73 1,520,463.
	74 <b>Total liabilities and net assets/fund balances.</b> Add lines 66 and 73 .....	1,860,952.	74 1,752,285.

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

Table with 5 main rows (a-e) and sub-rows for adjustments. Row a: Total revenue, gains, and other support per audited financial statements: 4,133,663. Row b: Amounts included on line a but not on Part I, line 12: 1 Net unrealized gains on investments: <696.>. Row c: Subtract line b from line a: 4,134,359. Row d: Amounts included on Part I, line 12, but not on line a: 2 Other (specify): 0. Row e: Total revenue (Part I, line 12). Add lines c and d: 4,134,359.

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

Table with 5 main rows (a-e) and sub-rows for adjustments. Row a: Total expenses and losses per audited financial statements: 4,212,835. Row b: Amounts included on line a but not on Part I, line 17: 1 Donated services and use of facilities, 2 Prior year adjustments reported on Part I, line 20, 3 Losses reported on Part I, line 20, 4 Other (specify): 0. Row c: Subtract line b from line a: 4,212,835. Row d: Amounts included on Part I, line 17, but not on line a: 2 Other (specify): 0. Row e: Total expenses (Part I, line 17). Add lines c and d: 4,212,835.

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.)

Table with 5 columns: (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. Row 1: SEE STATEMENT 8, 415,462, 63,138, 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 .....	14		
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) .....			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." .....			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? .....		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
NONE				
-----				
-----				
-----				
-----				
-----				
-----				
-----				
-----				
-----				
-----				
-----				
-----				
-----				
-----				
-----				
-----				

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? ..... If "Yes," attach a conformed copy of the changes.	77	X	
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? .....	78b		N/A
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 <b>THE FUND FOR INDEPENDENCE IN JOURNALISM</b> and check whether it is <input checked="" type="checkbox"/> exempt or <input type="checkbox"/> nonexempt			
81 a	Enter direct and 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? 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.)		X
82b	N/A		
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?	X	
83 b	Did the organization comply with the disclosure requirements relating to <i>quid pro quo</i> contributions?	X	
84 a	Did the organization solicit any contributions or gifts that were not tax deductible?		
84 b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
85 a	501(c)(4), (5), or (6). Were substantially all dues nondeductible by members?		
85 b	Did the organization make only in-house lobbying expenditures of \$2,000 or less? 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.		
85 c	Dues, assessments, and similar amounts from members		
85 d	Section 162(e) lobbying and political expenditures		
85 e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices		
85 f	Taxable amount of lobbying and political expenditures (line 85d less 85e)		
85 g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?		
85 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?		
86	501(c)(7) organizations. Enter: a Initiation fees and capital contributions included on line 12 b Gross receipts, included on line 12, for public use of club facilities		
86 a	N/A		
86 b	N/A		
87	501(c)(12) organizations. Enter: a Gross income from members or shareholders b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)		
87 a	N/A		
87 b	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		X
88 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		X
89 a	501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 $\blacktriangleright$ 0.; section 4912 $\blacktriangleright$ 0.; section 4955 $\blacktriangleright$ 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 c Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 $\blacktriangleright$ 0. d Enter: Amount of tax on line 89c, above, reimbursed by the organization $\blacktriangleright$ 0. e All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction? f All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract? 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? N/A		X
89 b			X
89 c			
89 d			
89 e			X
89 f			X
89 g			
90 a	List the states with which a copy of this return is filed $\blacktriangleright$ SEE STATEMENT 9		
90 b	Number of employees employed in the pay period that includes March 12, 2007		33
91 a	The books are in care of $\blacktriangleright$ THE CENTER Telephone no. $\blacktriangleright$ (202) 466-1300 Located at $\blacktriangleright$ 910 17TH STREET, N.W., WASHINGTON, DC ZIP + 4 $\blacktriangleright$ 20006		
91 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)? If "Yes," enter the name of the foreign country $\blacktriangleright$ N/A See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.		X

**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  Yes  No  
 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		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclu- sion code	(D) Amount	
93 Program service revenue:					
a <b>CONSULTING FEES</b>					197,000.
b <b>SALE OF PUBLICATIONS</b>					794.
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	37,621.	
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 <b>ROYALTIES</b>			15	2,618.	
b <b>MISCELLANEOUS</b>					25,341.
c _____					
d _____					
e _____					
104 Subtotal (add columns (B), (D), and (E)) .....		0.		40,239.	223,135.
105 <b>Total</b> (add line 104, columns (B), (D), and (E)) .....					263,374.

**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).
▼	<b>SEE STATEMENT 10</b>

**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**

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	Yes	No
a	-----					
b	-----					
c	-----					
<b>Totals</b>						

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	Yes	No
a	-----					
b	-----					
c	-----					
<b>Totals</b>						

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?

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.

Please Sign Here  
 Signature of officer: ELLEN H. McPEAKE Date: OCT 2, 2008  
 Type or print name and title: ELLEN H. McPEAKE CHIEF OPERATING OFFICER

Paid Preparer's Use Only  
 Preparer's signature: David F. Shuling CPA Date: 10-1-08 Check if self-employed:   
 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

**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

**2007**

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 1 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
<u>DIANE FANCHER</u> <u>ALL IN C/O ORGANIZATION</u>	EDITORIAL MANAGER 40.00	91,781.	17,604.	0.
<u>JAMES MORRIS</u>	SENIOR REPORTER 40.00	98,154.	12,986.	0.
<u>BARBARA SCHECTER</u>	DIR. DEVELOPMENT 40.00	82,192.	20,488.	0.
<u>ANDREW CLARK</u>	MGR. TELE. COMMUNI. 40.00	87,406.	9,292.	0.
<u>MELEAH RUSH</u>	PROJECT COORDINATOR 40.00	79,935.	14,532.	0.
Total number of other employees paid over \$50,000 ▶	8			

**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
<u>ARMEN VONORTAS</u> <u>6768 BRIGADOON DRIVE, BETHESDA, MD 20817</u>	ACCOUNTING	51,810.
-----		
-----		
-----		
-----		
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
<u>NONE</u>		
-----		
-----		
-----		
-----		
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.) 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.		X
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? .....		X
b	Lending of money or other extension of credit? .....		X
c	Furnishing of goods, services, or facilities? .....		X
d	Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)? <b>SEE PART V-A, FORM 990</b> .....	X	
e	Transfer of any part of its income or assets? .....		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.) .....		X
b	Did the organization have a section 403(b) annuity plan for its employees? .....	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 .....		X
d	Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services? .....		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 .....		X
b	Did the organization make any taxable distributions under section 4966? .....	N/A	
c	Did the organization make a distribution to a donor, donor advisor, or related person? .....	N/A	
d	Enter the total number of donor advised funds owned at the end of the tax year .....	N/A	
e	Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year .....	N/A	
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 8 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  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 8 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?		(e) Amount of support
			Yes	No	
<b>Total</b> .....					▶

- 14  An organization organized and operated to test for public safety. Section 509(a)(4). (See page 8 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) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	3,155,249.	3,095,418.	6,413,603.	4,211,766.	16,876,036.
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	3,745.	20,472.	44,646.	85,713.	154,576.
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, income from similar sources, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	25,992.	19,549.	9,917.	17,000.	72,458.
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	22,709.	2,700.	SEE STATEMENT 11 26,033.	132.	51,574.
23 Total of lines 15 through 22	3,207,695.	3,138,139.	6,494,199.	4,314,611.	17,154,644.
24 Line 23 minus line 17	3,203,950.	3,117,667.	6,449,553.	4,228,898.	17,000,068.
25 Enter 1% of line 23	32,077.	31,381.	64,942.	43,146.	
26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24					26a 340,001.
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 2003 through 2006 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts					26b 6,246,937.
c Total support for section 509(a)(1) test: Enter line 24, column (e)					26c 17,000,068.
d Add: Amounts from column (e) for lines: 18 72,458. 19 _____ 22 51,574. 26b 6,246,937.					26d 6,370,969.
e Public support (line 26c minus line 26d total)					26e 10,629,099.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))					26f 62.5239%
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 (2006) _____ (2005) _____ (2004) _____ (2003) _____					
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 (2006) _____ (2005) _____ (2004) _____ (2003) _____					
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 2003 through 2006, 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? .....		
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? .....		
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? .....		
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 11 of the instructions.)  
 (To be completed **ONLY** by an eligible organization that filed Form 5768)

**N/A**

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

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

**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.)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				N/A
	(a) 2007	(b) 2006	(c) 2005	(d) 2004	(e) Total
<b>45</b> Lobbying nontaxable amount .....					0.
<b>46</b> Lobbying ceiling amount (150% of line 45(e)) .....					0.
<b>47</b> Total lobbying expenditures .....					0.
<b>48</b> Grassroots nontaxable amount .....					0.
<b>49</b> Grassroots ceiling amount (150% of line 48(e)) .....					0.
<b>50</b> 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 14 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
<b>a</b> Volunteers .....		<b>X</b>	
<b>b</b> Paid staff or management (Include compensation in expenses reported on lines c through h.) .....		<b>X</b>	
<b>c</b> Media advertisements .....		<b>X</b>	
<b>d</b> Mailings to members, legislators, or the public .....		<b>X</b>	
<b>e</b> Publications, or published or broadcast statements .....		<b>X</b>	
<b>f</b> Grants to other organizations for lobbying purposes .....		<b>X</b>	
<b>g</b> Direct contact with legislators, their staffs, government officials, or a legislative body .....		<b>X</b>	
<b>h</b> Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means .....		<b>X</b>	
<b>i</b> 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 14 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?

**a** Transfers from the reporting organization to a noncharitable exempt organization of:

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

- (i) Cash .....
- (ii) Other assets .....
- b** Other transactions:
  - (i) Sales or exchanges of assets with a noncharitable exempt organization .....
  - (ii) Purchases of assets from a noncharitable exempt organization .....
  - (iii) Rental of facilities, equipment, or other assets .....
  - (iv) Reimbursement arrangements .....
  - (v) Loans or loan guarantees .....
  - (vi) Performance of services or membership or fundraising solicitations .....
- c** Sharing of facilities, equipment, mailing lists, other assets, or paid employees .....

**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



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

### Schedule of Contributors

OMB No. 1545-0047

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

# 2007

Name of organization <b>CENTER FOR PUBLIC INTEGRITY</b>	Employer identification number <b>54-1512177</b>
--	---

Organization type (check one):

Filers of:

Section:

Form 990 or 990-EZ

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-**

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).

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

Schedule B (Form 990, 990-EZ, or 990-PF) (2007)

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		\$ 250,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
2		\$ 107,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
3		\$ 100,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
4		\$ 132,500.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
5		\$ 250,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
6		\$ 200,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

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
<u>7</u>		\$ <u>350,000.</u>	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
<u>8</u>		\$ <u>250,000.</u>	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
<u>9</u>		\$ <u>100,000.</u>	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
<u>10</u>		\$ <u>150,000.</u>	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
<u>11</u>		\$ <u>150,000.</u>	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
<u>12</u>		\$ <u>100,000.</u>	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

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
13		\$ 750,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
14		\$ 250,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

2007 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	VARIABLES	SL	5.00	16	287,321.			287,321.	226,591.		29,386.
2	FURNITURE	VARIABLES	SL	5.00	16	129,209.			129,209.	115,494.		4,969.
3	LEASEHOLD IMPROVEMENTS	VARIABLES	SL	5.00	16	135,094.			135,094.	115,236.		2,532.
4	TELEPHONE SYSTEM	VARIABLES	SL	5.00	16	85,636.			85,636.	39,196.		10,927.
	* TOTAL 990 PAGE 2 DEPR					637,260.		0.	637,260.	496,517.	0.	47,814.

(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	<696.>
TOTAL TO FORM 990, PART I, LINE 20	<696.>

FORM 990 OTHER EXPENSES STATEMENT 2

DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
ADVERTISING	27,451.	26,621.	680.	150.
BANK CHARGES	2,632.		2,612.	20.
CONSULTING FEES	418,776.	239,263.	124,703.	54,810.
INSURANCE	25,281.	18,546.	3,481.	3,254.
DUES & MEMBERSHIP FEES	6,004.	937.	1,742.	3,325.
SUPPLIES-COMPUTER R & M - TECHNOLOGY	5,597.	4,911.	279.	407.
CONTRACTS	83,389.	61,296.	13,817.	8,276.
RESEARCH SERVICES - NON-ELECTRIC TECHNOLOGY	2,173. 157,031.	2,173. 120,103.	6,538.	30,390.
MISCELLANEOUS	2,449.	276.	1,890.	283.
TEMPORARY SERVICES	31,401.	27,411.	3,990.	
PROFESSIONAL DEVELOPMENT	1,100.			1,100.
RECRUITING	2,206.	524.	293.	1,389.
SUBSCRIPTIONS	4,835.	2,164.	2,565.	106.
OFF-SITE STORAGE	7,293.	4,286.	2,264.	743.
REPAIRS AND MAINTENANCE	23,469.	18,798.	2,337.	2,334.
TOTAL TO FM 990, LN 43	801,087.	527,309.	167,191.	106,587.

FORM 990 STATEMENT OF ORGANIZATION'S PRIMARY EXEMPT PURPOSE STATEMENT 3  
PART III

EXPLANATION

THE CENTER FOR PUBLIC INTEGRITY'S MISSION IS TO PRODUCE ORIGINAL INVESTIGATIVE JOURNALISM ABOUT SIGNIFICANT PUBLIC ISSUES TO MAKE INSTITUTIONAL POWER MORE TRANSPARENT AND ACCOUNTABLE. THE CENTER FOR PUBLIC INTEGRITY'S VISION IS TO SERVE AS A FEARLESSLY INDEPENDENT WATCHDOG, PRODUCING AND DISTRIBUTING INNOVATIVE, HIGH-IMPACT,

DEFINITIVE DIGITAL AND PRINT REPORTS TO ENGAGE THE PUBLIC CONSCIOUSNESS.  
IMPACT-

THE CENTER FOR PUBLIC INTEGRITY SEEKS TO EXPOSE BREACHES OF THE PUBLIC TRUST AND SERVE AS A CATALYST FOR CHANGE BY ENGAGING, EDUCATING, AND GALVANIZING ITS AUDIENCES IN WAYS THAT WILL CREATE GREATER ACCOUNTABILITY.

WHAT WE DO-

TO PURSUE ITS MISSION AND VISION AND TO SERVE AS A CATALYST FOR ACTION, THE CENTER:

GENERATES HIGH-QUALITY, ACCESSIBLE INVESTIGATIVE REPORTS, DATABASES, AND CONTEXTUAL ANALYSES ON A RANGE OF ISSUES.

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 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 AMONG INDIVIDUALS AND FOUNDATIONS.

FORM 990	OTHER PROGRAM SERVICES	STATEMENT	4
DESCRIPTION OF OTHER PROGRAM SERVICES		GRANTS AND ALLOCATIONS	EXPENSES
PROFITING FROM POLLUTION		0.	283,189.
TORTURERS' LOBBY		0.	276,139.
SHADOW GOVERNMENT		0.	251,309.
FIFTY STATES		0.	195,641.
KATRINA WATCH/HOMELAND SECURITY		0.	182,230.
PHARMACEUTICAL INDUSTRY PROJECT		0.	150,354.
DIRTY POWER ENERGY		0.	130,091.
MINING-COAL LONGWALL		0.	60,579.
LAND USE		0.	43,299.
IRAQ WAR CARD		0.	1,995.
SHADOW GOVERNMENT			
TOTAL TO FORM 990, PART III, LINE E			1574826.

FORM 990 DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT STATEMENT 5

DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
COMPUTER EQUIPMENT	287,321.	255,977.	31,344.
FURNITURE	129,209.	120,463.	8,746.
LEASEHOLD IMPROVEMENTS	135,094.	117,768.	17,326.
TELEPHONE SYSTEM	85,636.	50,123.	35,513.
TOTAL TO FORM 990, PART IV, LN 57	637,260.	544,331.	92,929.

FORM 990 OTHER LIABILITIES STATEMENT 6

DESCRIPTION	BEGINNING OF YEAR	END OF YEAR
CAPITAL LEASE OBLIGATION	46,540.	36,322.
DEFERRED RENT		15,628.
TOTAL TO FORM 990, PART IV, LINE 65	46,540.	51,950.

FORM 990 NON-GOVERNMENT SECURITIES STATEMENT 7

SECURITY DESCRIPTION	COST/FMV	CORPORATE STOCKS	CORPORATE BONDS	OTHER PUBLICLY TRADED SECURITIES	TOTAL NON-GOV'T SECURITIES
EQUITY INVESTMENTS	FMV			53,899.	53,899.
FIXED INCOME MUTUAL FUNDS	FMV			125,621.	125,621.
TO FORM 990, LINE 54A, COL B				179,520.	179,520.



FORM 990 PART V-A - LIST OF CURRENT OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES STATEMENT 8

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN- SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
BILL BUZENBERG ALL MAY BE REACHED IN C/O ORGANIZATION.	EXECUTIVE DIRECTOR 40.00	167,000.	35,000.	0.
BILL HOGAN 413 WEST BOULEVARD DRIVE ALEXANDRIA, VA 22308	DIRECTOR-INVESTIGATIVE PROJECTS 40.00	125,962.	16,738.	0.
CATHY SWEENEY	DIRECTOR-FINANCE AND ADMIN 40.00	122,500.	11,400.	0.
GENEVA OVERHOLSER	BOARD CHAIR 1.30	0.	0.	0.
MARIANNE SZEGEDY-MASZAK	BOARD VICE CHAIR 1.00	0.	0.	0.
BRUCE A. FINZEN	SECRETARY/TREASURER 1.00	0.	0.	0.
ALLEN PUSEY	BOARD DIRECTOR 0.50	0.	0.	0.
SREE SREENIVISAN	BOARD DIRECTOR 0.50	0.	0.	0.
HODDING CARTER	BOARD DIRECTOR 0.50	0.	0.	0.
SUSAN LOEWENBERG	BOARD DIRECTOR 0.50	0.	0.	0.

BILL KOVACH	BOARD DIRECTOR 0.50	0.	0.	0.
JOHN NEWMAN	BOARD DIRECTOR 0.50	0.	0.	0.
PAULA MADISON	BOARD DIRECTOR 0.50	0.	0.	0.
ALAN DWORSKY	BOARD DIRECTOR 0.50	0.	0.	0.
CHARLES EISENDRATH	BOARD DIRECTOR 0.50	0.	0.	0.
MICHELLE NORRIS	BOARD DIRECTOR 0.50	0.	0.	0.
TOTALS INCLUDED ON FORM 990, PART V-A		415,462.	63,138.	0.

FORM 990 LIST OF STATES RECEIVING COPY OF RETURN STATEMENT 9  
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 STATEMENT 10  
ACCOMPLISHMENT OF EXEMPT PURPOSES

LINE	EXPLANATION OF RELATIONSHIP OF ACTIVITIES
93A	THE CENTER HAS A CONTRACT WITH A PUBLISHER FOR A BOOK FOR ITS SIGNATURE PROJECT, "THE BUYING OF THE PRESIDENT." IT ALSO HAS A CONTRACT WITH A NEWS ORGANIZATION TO PRODUCE TELEVISION NEWS SEGMENTS FOR CENTER PROJECTS AND STORIES. THESE PROJECTS CONCERN MATTERS OF INTEGRITY IN THE POLITICAL PROCESS AND GOVERNMENT, WHICH ARE CORE ELEMENTS OF THE EXEMPT FUNCTIONS OF THE CENTER.
93B	REVENUE EARNED FROM SALE OF PUBLICATIONS.
103A	MISCELLANEOUS REVENUE EARNED FROM ACTIVITIES RELATED TO THE ORGANIZATION'S EXEMPT PURPOSE.

SCHEDULE A	OTHER INCOME			STATEMENT 11
DESCRIPTION	2006 AMOUNT	2005 AMOUNT	2004 AMOUNT	2003 AMOUNT
MISCELLANEOUS	22,709.	2,700.	26,033.	132.
TOTAL TO SCHEDULE A, LINE 22	22,709.	2,700.	26,033.	132.

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

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

Signed: ELIAS H. McPECK

Title: CHIEF OPERATING OFFICER

Date: OCT 2, 2008

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. Qualifications. 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 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 due 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 DUES OF DIRECTORS

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

Section 3.02. Number, Selection, and Tenure. The Board shall consist of not less than three (3) directors nor more than 20 directors. Directors may be elected at any regular meeting of the board for three-year term. A director may be elected for a maximum of two consecutive three-year terms, provided, however, that a director's term may be extended for a seventh year if 1) the director is elected to become an officer of the Board in his or her sixth year, 2) the Board resolves by majority vote that the Corporation has an extraordinary need for such continued service by the director. A director whose term expires at an annual or regular meeting shall not thereby be disqualified from voting for the election of a successor. Terms shall be staggered to ensure that the terms of no more than half of all directors 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. Directors will elect their successors. In the event of a tie vote, the Chairperson shall choose the succeeding director.

Section 3.07. Quorum. 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. Action Without a Meeting. 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. Participation in Meeting by Conference Telephone. 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. Committees. 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 property, affairs, business, activities of the Corporation.

Section 3.11. Nominating and Diversity Committee.

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

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.

Section 3.13. Reimbursement. Directors shall serve without compensation with the exception that expenses incurred in the furtherance of The Center for Public Integrity's business are allowed to be reimbursed with documentation and with prior approval for expenses above one thousand dollars (\$1,000.00). In addition, Directors serving

the organization in any other capacity may receive compensation therefore.

#### ARTICLE IV

##### AUTHORITY AND DUTIES

Section 4.01. Officers. The officers of the Center shall be a Chairperson, a Vice Chairperson, a Secretary, a Treasurer, and such other officers as the Board may designate.

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. Officers shall serve two year terms and may not be re-elected to the same position. Officers elected in the sixth year of their term may serve a seventh year. Officers shall hold office until a successor is duly elected and qualified.

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. Vice Chairperson. The Vice Chairperson of the Board shall be a director of the Center. In the absence of the Chairperson, the Vice Chairperson shall perform the duties of the Chairperson, and, when so acting, shall have all the powers of and be subject to all the restrictions upon the Chairperson. The Vice Chairperson shall perform such other duties and have such other powers as the directors may from time to time prescribe. The Vice Chairperson shall work closely with the Chairperson.

Section 4.07. 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 4.08. 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 4.09. 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 the 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 evaluation of the job performance of the Executive Director and compensation for that position, and the Board shall not be required to provide the Executive Director with notice of any board meeting called solely to discuss those subjects.

## ARTICLE V

### INDEMNIFICATION

Every member of the Board of Directors, officer or employee of The Center for Public 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 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 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 Chairperson ~~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, check, 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 seem 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. 2.08.

## ARTICLE X

### CONFLICTS OF INTEREST

Section 10.01 Purpose: The purpose of the conflict of interest policy is to protect the Corporation's interest when it is contemplating entering into a transaction or arrangement that might benefit the private interest of an officer or director of the Corporation or might result in a possible excess benefit transaction. This policy is intended to supplement but not replace any applicable state and federal laws governing conflict of interest applicable to nonprofit and charitable Corporations.

Section 10.02 Definitions:

Interested Person: Any Director, principal officer, or member of a committee with Board delegated powers, who has a direct or indirect financial interest, as defined below, is an interested person.

Financial Interest: A person has a financial interest if the person has, directly or indirectly, through business, investment, or family:

(a) An ownership or investment interest in any entity with which the Corporation has a transaction or arrangement;

(b) A compensation arrangement with the Corporation or with any entity or individual with which the Corporation has a transaction or arrangement; or

(c) Is considering an ownership or investment interest in, or compensation arrangement with, any entity or individual with which the Corporation is negotiating a transaction or arrangement.

Compensation: Direct and indirect remuneration, including gifts or favors that are not insubstantial.

Conflict of Interest: A conflict between the personal or financial interests and the official or professional responsibilities of a person in a position of trust; however, a financial interest is not necessarily a conflict

of interest. Under Section 10.03 (b), a person who has a financial interest may have a conflict of interest only if the appropriate Board or committee decides that a conflict of interest exists.

Section 10.03 Procedures:

(a) Duty to Disclose: If an actual or possible conflict of interest arises, an interested person must disclose the existence of the financial interest and be given the opportunity to disclose all material facts to the Directors and members of committees considering the proposed transaction or arrangement.

(b) Determining Whether a Conflict of Interest Exists: After disclosure of the financial interest and all material facts, and after any discussion with the interested person, he or she shall leave the Board or committee meeting while the determination of a conflict of interest is discussed and voted upon. The remaining Board or committee members shall decide if a conflict of interest exists.

(c) Procedures for Addressing the Conflict of Interest:

(i) An interested person may make a presentation at the Board or committee meeting, but after the presentation, he or she shall leave the meeting during the discussion of, and

the vote on, the transaction or arrangement involving the possible conflict of interest.

(ii) The Chair or President of the Board or committee shall, if appropriate, appoint a disinterested person or committee to investigate alternatives to the proposed transaction or arrangement.

(iii) After exercising due diligence, the Board or committee shall determine whether the Corporation can obtain with reasonable efforts a more advantageous transaction or arrangement from a person or entity that would not give rise to a conflict of interest.

(iv) If a more advantageous transaction or arrangement is not reasonably possible under circumstances not producing a conflict of interest, the Board or committee shall determine by a majority vote of the disinterested Directors or committee members whether the transaction or arrangement is in the Corporation's best interest, for its own benefit, and whether it is fair and reasonable. In conformity with the above determination it shall make its decision as to whether to enter into the transaction or arrangement.

(d) Violations of the Conflicts of Interest Policy:

(i) If the Board or committee has reasonable cause to believe a member has failed to disclose actual or possible

conflicts of interest, it shall inform the member of the basis for such belief and afford the member an opportunity to explain the alleged failure to disclose.

(ii) If, after hearing the member's response and after making further investigation as warranted by the circumstances, the Board or committee determines the member has failed to disclose an actual or possible conflict of interest, it shall take appropriate disciplinary and corrective action.

Section 10.04 Records of Proceedings: The minutes of the Board and all committees with Board delegated powers shall contain:

(a) The names of the persons who disclosed or otherwise were found to have a financial interest in connection with an actual or possible conflict of interest, the nature of the financial interest, any action taken to determine whether a conflict of interest was present, and the Board's or committee's decision as to whether a conflict of interest in fact existed.

(b) The names of the persons who were present for discussions and votes relating to the transaction or arrangement, the content of the discussion, including any alternatives to the proposed transaction or arrangement, and

a record of any votes taken in connection with the proceedings.

Section 10.05 Compensation:

(a) A member of the Board who receives compensation, directly or indirectly, from the Corporation for services is precluded from voting on matters pertaining to his/her compensation.

(b) A member of any committee whose jurisdiction includes compensation matters and who receives compensation, directly or indirectly, from the Corporation for services is precluded from voting on matters pertaining to his/her compensation.

(c) Any member of the Board or any committee whose jurisdiction includes compensation matters and who receives compensation, directly or indirectly, from the Corporation, either individually or collectively, may provide information to any committee regarding compensation.

Section 10.06 Annual Statements: Each Director, principal officer and member of a committee with Board delegated powers shall annually sign a statement which affirms such person:

- (a) Has received a copy of the conflicts of interest policy;
- (b) Has read and understands the policy;
- (c) Has agreed to comply with the policy; and
- (d) Understands the Corporation is charitable and in order to maintain its federal tax exemption it must engage primarily in activities which accomplish one or more of its tax-exempt purposes.

Section 10.07 Periodic Reviews: To ensure the Corporation avoids private inurement, impermissible private benefit, and excess benefit transactions, periodic reviews shall be conducted. The periodic reviews shall, at a minimum, include the following subjects:

- (a) Whether compensation arrangements and benefits are reasonable, based on competent survey information, and the result of arm's length bargaining; and
- (b) Whether partnerships, joint ventures, and arrangements with management Corporations conform to the Corporation's written policies, are properly recorded, reflect reasonable investment or payments for goods and services, further charitable purposes and do not result in

inurement, impermissible private benefit or in an excess benefit transaction.

Section 10.08 Use of Outside Experts: When conducting the periodic reviews as provided for in Section 10.07, the Corporation may, but need not, use outside advisors. If outside experts are used, their use shall not relieve the Board of its responsibility for ensuring periodic reviews are conducted.

#### ARTICLE XI

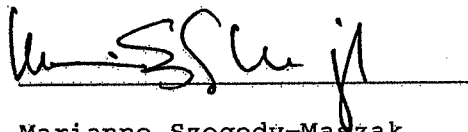
##### Evaluation of Center Activities

The Center Board of Directors will evaluate the organization's performance and effectiveness, and determine any future actions needed to achieve its mission, at least once every two years. This evaluation will be based, in part, on a written report that outlines the Center's performance and effectiveness and future plans, as prepared by the Executive Director. The regular board reports prepared by the Executive Director may be used or adapted for this purpose.



Certified as approved by the Board of Directors

this 28 day of June, 2007.

A handwritten signature in cursive script, appearing to read "M. Szegedy-Maszak", is written over a horizontal line.

Marianne Szegedy-Maszak

Secretary