

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)

OMB No. 1545-0047

2006**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 2006 calendar year, or tax year beginning , 2006, and ending , 20

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

C Name of organization
Harpeth River Watershed Association, Inc.
 Number and street (or P.O. box if mail is not delivered to street address) Room/suite
PO Box 1127
 City or town, state or country, and ZIP + 4
Franklin, TN 37065

D Employer identification number
62 1802858

E Telephone number
(615) 790-9767

F Accounting method: ☐ Cash ☒ Accrual
☐ Other (specify) ▶

G Website: ▶

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 ▶ **536,368**

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 ▶
H(c) Are all affiliates included? ☐ Yes ☐ No
 (If "No," attach a list. See instructions.)
H(d) Is this a separate return filed by an organization covered by a group ruling? ☐ Yes ☒ No
I Group Exemption Number ▶

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 (See the instructions.)

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	265,913	
	c Indirect public support (not included on line 1a)	1c		
	d Government contributions (grants) (not included on line 1a)	1d	173,615	
	e Total (add lines 1a through 1d) (cash \$ noncash \$)	1e		439,528
	2 Program service revenue including government fees and contracts (from Part VII, line 93)	2		8,781
	3 Membership dues and assessments	3		
	4 Interest on savings and temporary cash investments	4		1,127
	5 Dividends and interest from securities	5		
	6a 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			
Revenue	8a Gross amount from sales of assets other than inventory	(A) Securities	(B) Other	
	b Less: cost or other basis and sales expenses	8a	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 <input type="checkbox"/>			
	a Gross revenue (not including \$ of contributions reported on line 1b)	9a	86,932	
	b Less: direct expenses other than fundraising expenses	9b	31,100	
	c Net income or (loss) from special events. Subtract line 9b from line 9a	9c		55,832
	10a 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		
12 Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11	12		505,268	
Expenses	13 Program services (from line 44, column (B))	13		326,284
	14 Management and general (from line 44, column (C))	14		58,684
	15 Fundraising (from line 44, column (D))	15		71,493
	16 Payments to affiliates (attach schedule)	16		
	17 Total expenses. Add lines 16 and 44, column (A)	17		456,461
Net Assets	18 Excess or (deficit) for the year. Subtract line 17 from line 12	18		48,807
	19 Net assets or fund balances at beginning of year (from line 73, column (A))	19		99,362
	20 Other changes in net assets or fund balances (attach explanation)	20		
	21 Net assets or fund balances at end of year. Combine lines 18, 19, and 20	21		148,169

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. (See the instructions.)

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 \$ _____ noncash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/>	22a				
22b	Other grants and allocations (attach schedule) (cash \$ _____ noncash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/>	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 (attach schedule)	25a	54,918	27,728	9,932	17,258
b	Compensation of former officers, directors, key employees, etc. listed in Part V-B (attach schedule)	25b				
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) (attach schedule)	25c				
26	Salaries and wages of employees not included on lines 25a, b, and c	26	199,211	149,684	24,312	25,215
27	Pension plan contributions not included on lines 25a, b, and c	27				
28	Employee benefits not included on lines 25a - 27	28	9,994	6,733	1,452	1,809
29	Payroll taxes	29	22,217	14,977	3,218	4,022
30	Professional fundraising fees	30				
31	Accounting fees	31	3,950	3,950		
32	Legal fees	32	5,856	5,856		
33	Supplies	33	18,917	17,195	644	1,076
34	Telephone	34	1,578	1,145	148	285
35	Postage and shipping	35	2,944	1,187	153	1,604
36	Occupancy	36	12,847	8,655	1,867	2,326
37	Equipment rental and maintenance	37				
38	Printing and publications	38	5,060	2,978	348	1,734
39	Travel	39	8,312	7,634		678
40	Conferences, conventions, and meetings	40	3,864	3,823	41	
41	Interest	41				
42	Depreciation, depletion, etc. (attach schedule)	42	4,140	2,774	621	745
43	Other expenses not covered above (itemize):					
a	Fees	43a	2,777	849	592	1,336
b	Contract Labor/Consultants	43b	96,463	68,817	14,860	12,787
c	Insurance	43c	3,413	2,299	496	618
d		43d				
e		43e				
f		43f				
g		43g				
44	Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	44	456,461	326,284	58,684	71,493

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 \$ _____; (ii) the amount allocated to Program services \$ _____;

(iii) the amount allocated to Management and general \$ _____; and (iv) the amount allocated to Fundraising \$ _____

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? ► To protect and restore the Harpeth River

Program Service Expenses	
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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.)

(Required for 501(c)(3) and (4) orgs. and 4947(a)(1) trusts; but optional for others.)

a See attached

(Grants and allocations \$) If this amount includes foreign grants, check here ☐

b.

(Grants and allocations \$) If this amount includes foreign grants, check here ☐

C

(Grants and allocations \$) If this amount includes foreign grants, check here ►

d

(Grants and allocations \$) If this amount includes foreign grants, check here ☐

e Other program services (attach schedule)

(Grants and allocations \$) If this amount includes foreign grants, check here ☐

f Total of Program Service Expenses (should equal line 44, column (B), Program services).				▶
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326,284

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	
Assets	45 Cash—non-interest-bearing	53,972	45	101,859	
	46 Savings and temporary cash investments		46		
	47a Accounts receivable	47a			
	b Less: allowance for doubtful accounts	47b	47c		
	48a Pledges receivable	48a			
	b Less: allowance for doubtful accounts	48b	48c	1,380	
	49 Grants receivable	37,156	49	48,525	
	50a Receivables from current and former officers, directors, trustees, and key employees (attach schedule)		50a		
	b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)		50b		
	51a Other notes and loans receivable (attach schedule)	51a			
	b Less: allowance for doubtful accounts	51b	51c		
	52 Inventories for sale or use		52		
	53 Prepaid expenses and deferred charges	3,000	53	2,116	
	54a Investments—publicly-traded securities <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54a		
	b Investments—other securities (attach schedule) <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54b		
	55a Investments—land, buildings, and equipment: basis	55a			
	b Less: accumulated depreciation (attach schedule)	55b	55c		
	56 Investments—other (attach schedule)		56		
	57a Land, buildings, and equipment: basis	57a	21,239		
b Less: accumulated depreciation (attach schedule)	57b	11,423	12,875	57c	9,816
58 Other assets, including program-related investments (describe ►)			58		
59 Total assets (must equal line 74). Add lines 45 through 58		107,003	59	163,696	
Liabilities	60 Accounts payable and accrued expenses	7,641	60	15,527	
	61 Grants payable		61		
	62 Deferred revenue		62		
	63 Loans from officers, directors, trustees, and key employees (attach schedule)		63		
	64a Tax-exempt bond liabilities (attach schedule)		64a		
	b Mortgages and other notes payable (attach schedule)		64b		
	65 Other liabilities (describe ►)		65		
	66 Total liabilities. Add lines 60 through 65		7,641	66	15,527
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.				
	67 Unrestricted	81,640	67	143,555	
	68 Temporarily restricted	17,722	68	4,614	
	69 Permanently restricted		69		
	Organizations that do not follow SFAS 117, check here <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 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)		99,362	73	148,169
	74 Total liabilities and net assets/fund balances. Add lines 66 and 73		107,003	74	163,696

Part VI Other Information (continued)

	Yes	No
82a 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.)		
	82b	
83a Did the organization comply with the public inspection requirements for returns and exemption applications?	✓	
b Did the organization comply with the disclosure requirements relating to <i>quid pro quo</i> contributions?	✓	
84a Did the organization solicit any contributions or gifts that were not tax deductible?		✓
b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
	84b	
85 501(c)(4), (5), or (6) organizations. a Were substantially all dues nondeductible by members?		
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.		
c Dues, assessments, and similar amounts from members	85c	
d Section 162(e) lobbying and political expenditures	85d	
e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85e	
f Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f	
g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	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?	85h	
86 501(c)(7) orgs. Enter: a Initiation fees and capital contributions included on line 12	86a	
b Gross receipts, included on line 12, for public use of club facilities	86b	
87 501(c)(12) orgs. Enter: a Gross income from members or shareholders	87a	
b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	87b	
88a 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	✓
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	✓
89a 501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 <u>0</u> ; section 4912 <u>0</u> ; section 4955 <u>0</u>		
b 501(c)(3) and 501(c)(4) orgs. 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	✓
c Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958	<u>0</u>	
d Enter: Amount of tax on line 89c, above, reimbursed by the organization	<u>0</u>	
e All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?	89e	✓
f All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?	89f	✓
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	
90a List the states with which a copy of this return is filed <u>Tennessee</u>		
b Number of employees employed in the pay period that includes March 12, 2006 (See instructions.)	90b	9
91a The books are in care of <u>Dorene Bolze</u> Telephone no. <u>(615) 790-9767</u>		
Located at <u>201 Deerfield Lane, Franklin, TN</u> ZIP + 4 <u>37069</u>		
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	✓
If "Yes," enter the name of the foreign country		
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 ☒ Yes ☐ No

If "Yes," enter the name of the foreign country: _____

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 | _____**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) Exclusion code	(D) Amount	
93 Program service revenue:					
a Consulting Income					8,781
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			14	1,127	
96 Dividends and interest from securities					
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			05	55,832	
102 Gross profit or (loss) from sales of inventory					
103 Other revenue: a _____					
b _____					
c _____					
d _____					
e _____					
104 Subtotal (add columns (B), (D), and (E))				56,959	8,781
105 Total (add line 104, columns (B), (D), and (E))					65,740

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).
93a	Consulting regarding water quality issues

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).

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.

Yes	No

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

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.

Yes	No

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

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?

Yes	No

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 <i>Dorene A Bolze</i> Date <i>6/29/07</i>	
	Type or print name and title <i>Dorene A Bolze Executive Director</i>	
Paid Preparer's Use Only	Preparer's signature <i>[Signature]</i> Date <i>6/29/07</i>	Check if self-employed <input checked="" type="checkbox"/>
	Firm's name (or yours if self-employed), address, and ZIP + 4 <i>Richard Fridge, CPA 1907 21st Avenue South, Nashville, TN 37212</i>	Preparer's SSN or PTIN (See Gen. Inst. X) <i>P00671940</i> EIN <i>615-383-7717</i> Phone no. <i>615-383-7717</i>

Harpeth River Watershed Association, Inc.
IRS Form 990, Period Ended 12/31/06

Part I, Line 9

Special fund-raising event conducted in 2006

Part II, Line 42 and Part IV, Line 57b

Depreciation Schedule:

Beginning of Year Cost	\$20,158
Accumulated Depreciation	<u>(7,283)</u>
Beginning of Year Balance	12,875
Current Year Additions	1,081
Current Year Depreciation	<u>(4,140)</u>
End of Year Balance	<u>\$ 9,816</u>



HARPETH RIVER WATERSHED ASSOCIATION

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HARPETH RIVER WATERSHED ASSOCIATION

Harpeth River Watershed Association 2006 Annual Report

I. River Restoration – “*Preserving the Balance*” - \$76,045

Restoration program accomplishments

- Work accomplished in the headwaters of the Harpeth in the Eagleville area include: the installation of stabilization practices along a sixty foot segment of the headwaters to the Harpeth; restoration work continued on Loggins property and in Eagleville Park; presentation of a draft version of the Watershed Enhancement plan to the watershed enhancement committee and the Eagleville City Commission; implementation of annual community wide meeting; preparation of a watershed plan that will enable new state funding to implement the plan. The effort in Eagleville was supported by a large state grant that will be completed in Spring 2007.
- Streambank restoration continued for a third year with support from the city of Brentwood to work on the Little Harpeth at River Park. Work included several projects taking place over several different weekends and used volunteer help from 20 Vanderbilt students, a Boy Scout Troop working on a member's Eagle Rank, and other local volunteers who completed the work. The projects protected several different stretches of eroding stream bank, adding 140 feet to the total number of feet protected in River Park.
- Bowie Nature Center in Fairview Restoration Project: With \$5000 from REI, HRWA developed a trail restoration project plan with the city park staff. This 3 day project took place over the course of 3 different Saturdays in November and December 2006 with completion in January 2007. The first project involved HRWA staff, SORBA (mountain bike trail maintenance), and 7 volunteers to prevent a path crossing Turnbull Creek from turning into an erosion site from bike use. The second project involved a total of 24 volunteers- 12 members of the local JROTC, REI staff and neighbors who installed 18 water bars along a stretch of trail down to the creek crossing and a 12" culvert below a spring to prevent erosion along highly used trails. The final phase of the project completed in January 2007 included construction of a bridge over a stream in the park to prevent hikers from walking in the water and reducing sediment stirred up and sent downstream. Six signs informing park users of their responsibilities as well as contact information for trail information were also put up.

- Joint project as part of the Cumberland River Compact's EPA grant with a primary goal to implement demonstration projects of low impact development approaches in an urban, suburban, and rural development that help improve water quality. In the Harpeth, the suburban project is with Trillium Ventures, the developer of the residential subdivision of Highlands at Ladd Farm. This development site plan includes stream buffer widths beyond what is currently required, and the EPA funded aspect is a stream restoration project to address the degraded condition of the stream as a demonstration of how to conduct habitat improvement in new development. Over 1000 feet of this unnamed tributary to the Harpeth River will be restored. Many partners are involved, such as the Gardens of Babylon, Breedlove Dennis and Young, Superior Seed, Mid-TN Erosion and Sediment Control, Barge Wagonner, and Trillium Ventures. The final project will be completed in the first part of 2007.
- HRWA staff worked with more than twenty MTSU Alumni, City of Franklin and Cumberland River Compact staff to accomplish a stream clean up event on Spencer Creek. The event also included riparian zone improvement by tree planting. The event was a success, with the collection of over 35 bags of litter and 80 trees planted.
- HRWA staff worked with local landowners and the state to launch the largest stream restoration project to date for the state's new TN Stream Mitigation Project. This project is along the West Harpeth for 3 river miles from the 96W bridge crossing to the meeting of the waters of the West Harpeth and mainstem. HRWA identified this stretch from our Visual Habitat Survey effort in 2001. The final determination is that the West Harpeth is actively eroding on both sides even with a healthy forest stream buffer zone, because it is readjusting from having a bend removed in the area of the 96W bridge. The \$1.3 million project is stabilizing streambanks that are eroding on both sides of the stream and replanting the forested buffer to replace the loss of trees from the 2002 tornado. This project will be completed by spring 2007.
- HRWA staff also worked with the TN Stream Mitigation Project that conducted a bank stabilization project on Turnbull Creek along the banks of the Kingston Springs city park. This was another site identified by the HRWA Visual Habitat Survey.

II. Wildlife Protection - *"Protecting the Ecosystem"* - \$59,152

Watershed conservation and assessment

- Staff performed visual and chemical assessments along four stream miles of Five-Mile Creek in an effort to identify existing water quality issues and prioritize restoration opportunities. This is part of HRWA's EPA grant described in more detail below.
- Staff finished conducting various levels of assessment in the Headwaters of the Harpeth as well as completed sampling for a nutrient study of the headwaters as part of the overall

project in Eagleville to develop a watershed plan and implementation effort as described above. The water quality study is a section of the final watershed plan and results will be presented at the upcoming 2007 TN American Water Resources Association conference.

- Collaborated with Dr. Frank Bailey at MTSU to conduct a bacteriological study which includes source tracking in the headwaters around Eagleville. Results out by spring 2007.
- To complete an evaluation of possible water quality improvements from specific restoration projects HRWA conducted with earlier state grant funds, staff worked with Pennington and Associates to sample three sites for benthic data. Two sites are on the Little Harpeth and the third is on the West Harpeth that formed basis for the large West Harpeth Stream Restoration Project by the state mentioned above.
- Conducted a survey of dissolved oxygen levels in the main river from Eagleville to the Narrows of the Harpeth—over 100 river miles in the fall. The survey was done jointly with TDEC biologists to add another year to the data and help fill gaps and address primary contribution to the low levels, below state standards, along the river. Staff with technical experts designed and implemented study with the critical help of 10 dedicated volunteers who gathered data at all hours of the 24-hour day in order to capture the daily cycle of dissolved oxygen levels.
- Completed the Bank Erosion Study begun in 2003 with state grant funds to use simple methods to determine the amount of sediment in the streams coming from eroding stream banks. A critical issue in efforts to regulate and estimate the source of mud in streams and rivers is that the contribution of actively eroding stream and river banks has not been included. The final report will be out in early 2007. Results were presented at the KY/TN Water Environment Association Watershed Conference in December 2006. Results will also be presented at the 2007 TN American Water Resources Association conference.

III. Policy and Planning – “*Promoting Smart Solutions*” - \$102,940

- HRWA EPA Grant: 2004-2007: purpose to develop methods to guide local ordinances for stormwater and development design, land use planning, and restoration efforts to meet water quality goals. The focus subwatershed is Five Mile Creek, which is the southern growth area for Franklin along I-65. The city of Franklin, Williamson County and TDEC are partners.
Work in 2006 involved:
 - Collection of rapid visual assessment data in the Five Mile Creek sub watershed to assess current conditions and identify restoration opportunities and form basis for the plan for work in 2007 with a watershed plan committee.
 - Work with the Center for Watershed Protection to use their Watershed Treatment Model to evaluate predictions of water quality changes between current and future land use. Also evaluate predictions with various options that could be employed in the new developments, with stream restoration, and efforts in the existing residential and agricultural areas to improve water quality in the Five Mile Creek sub watershed.

- Work with the City of Franklin and Williamson County to review the use of the Watershed Treatment Model for their planning purposes to evaluate water quality impacts from existing and proposed land use activities and zoning.
- Gathered impervious and land use information from EPA, TVA, cities and counties around the entire river basin as basis for a Vulnerability Analysis watershed wide to identify and prioritize water quality issues and priority recommendations.
- Worked with Park Trust who is developer for Stream Valley Farms, the new residential subdivision in the Five Mile Creek, to initiate a stream restoration plan for activities within development. Have had initial discussions of streambank stabilization along Goose Creek and Five Mile Creek with Boyle Investments as well, the developer for the former Berry Farm property.
- Executive Director serves on the city of Franklin Stream Buffer committee to revise this aspect of the city stormwater ordinance. Work from the EPA grant analysis on Five Mile Creek is guiding the committee's efforts.
- Executive Director is a member of Williamson County's Land Use Plan Forum which is a body that helps provide input and generate public involvement in the county's 18 month effort to develop a new land use plan. HRWA has provided data regarding water quality priorities for the land use plan, such as highlighting the need to maintain the pristine water quality condition of the South Harpeth as land use plan goal and considering how to incorporate state wildlife plan objectives.
- Executive Director interacting with the Franklin Transfer of Development Rights Task Force that is setting precedent for establishing the first program in the state. This would be one effective method to help protect land and HRWA has provided guidance with regard to water quality goals and state wildlife plan objectives.
- The project manager for 2006, had been the Williamson County stormwater coordinator, and then in August left HRWA to become the state's stormwater coordinator and state partner for this EPA grant.

- **Water Quality Improvement Campaign Launched in 2006:** Support for this effort comes from various individual donors, Patagonia, the World Wildlife Fund, and our membership. The focus is to resolve the water quality issues for the main river that occur during the low flow summer/fall season with increasingly severe violations of state water quality standards for dissolved oxygen. Over the years, HRWA has been involved with the EPA's development of the TMDL for nutrient enrichment and low dissolved oxygen on the Harpeth, the problems with the Lynwood Sewage treatment plant, the expansion of the city of Franklin's sewage treatment plant, and conducting 2 previous dissolved oxygen surveys. Several studies were funded by HRWA this year and all these reports that are discussed below can be found on the web site.

- The focus during the first half of 2006 was working with the city of Franklin's consultants as they analyzed options for expanding the city's small and old drinking water plant to determine what water withdrawal scenario would maintain natural flows in the river. When the consultant's reports were presented in the summer, two critical issues were still unaddressed: the affect of water withdrawal on water quality standards such as the dissolved oxygen, and an economic analysis.
- HRWA funded an analysis by Aquaeter regarding the river flow needed to avoid water quality standard violations of dissolved oxygen. Specifically, the need involved making the connection between the water withdrawal for a drinking water plant and what effect lower flows had on the river's ability to handle the significant

amount of sewage effluent discharged only a few river miles downstream by Franklin, and two small facilities a few more miles downstream. This study reviewed the EPA's analysis in its TMDL and reviewed newer TDEC field data that found significant violations of dissolved oxygen during 2002 and 2003 at each of its 4 sampling areas from Franklin on down 40 river miles into Cheatham County.

- HRWA coordinated with TDEC to conduct a dissolved oxygen survey of over 100 miles of the river in September to capture another year of data. This survey built upon two others and was successful as a result of the critical help of trained volunteers who got up at all hours of the day and night to capture the daily swing in oxygen levels. This survey found levels far below state standards in the river in downtown Franklin downstream of the water withdrawal low head dam and before the city's sewage treatment plant discharge point.
- HRWA coordinated a number of meetings and conference calls with various federal, and state agencies, and the city, to discuss the analyses, data, and next steps. One key finding from these calls was that EPA had not run their computer model in the river with dissolved oxygen levels at the lower levels that had been found in the field surveys by TDEC and HRWA. In other words, the computer models by EPA and TDEC were assuming the river water before the sewer plants was meeting state standards when field data for the past several years found dissolved oxygen levels very far below standards. After a conference call among many entities in October that HRWA organized, EPA was going to use their WASP 6 river model they developed for the TMDL to see if it could be run with different scenarios of flows in the river at different dissolved oxygen levels.
- Further analyses have focused on the significant role of effluent as a dominating force on water quality during the river's natural low flow season. This has laid the groundwork for working with the state and EPA in 2007 on the permit renewals for the 3 sewage treatment plants permits that were up for their 5 year renewal cycle in November 2006.
- HRWA also funded an economic analysis by a nationally recognized resource economist, Bill Wade, to determine if there were economically feasible alternatives for providing drinking water in Franklin besides expanding the current plant on the Harpeth. Such an analysis is required as part of a state permit application to withdrawal water from the state's rivers since the waters of the state belong to the public. The analysis found that expanding the city's drinking water plant will incur financial losses both immediately and in the long run and that it is more economical for the city to get ALL of its water from the Cumberland River via water purchases from Harpeth Valley Utility District. The city currently gets up to 3/4th of its drinking water from HVUD already. According to the city consultant's work, the transition to shut the old drinking water plant down would take about 1.5 to 2 years.
- HRWA was asked to have its consultants present the water quality analysis and economic analysis to the city's Public Enterprise Committee in October and some of the water quality analysis has been presented to TDEC as well. As of the end of 2006, the public hearing for the permit application had not been set.

- Lynwood Sewage Treatment Plant.

- In the spring 2006, a developer proposed a 450 home subdivision proposal that involved provided sewer from Lynwood. This plant had been plagued with

violations, and during its expansion a few years ago TDEC reserved half of the new capacity to serve the nearby neighborhoods with failing septic. TDEC, the county, HRWA and others involved for years have known that Lynwood has no more capacity for hook-ups beyond the developments that the plant was expanded in order to serve and for the existing septic neighborhoods. HRWA worked with the county and TDEC to review the engineering letters submitted on behalf of the private utility company to TDEC that claimed that the plant could handle another 450 homes. HRWA provided analysis of the plant's capacity and a pro bono review of the flaws in the engineering work submitted to TDEC. The analysis found that there is no excess capacity in the plant for anything else but the county's Grassland Sewer project to hook-up failing septic neighborhoods to this plant. TDEC originally agreed that the plant with its current treatment had no further capacity for hook-ups, but in August the engineer finally offered some additional tertiary treatment options and TDEC agreed to the hook-ups. Review of the engineering found serious flaws in the costs needed for such treatment. HRWA's analyses and efforts complimented the county planning department's focus on traffic capacity issues, and the development plan was ultimately defeated by the county planning commission.

- Fairview Sewage Treatment Plant and Jones Creek Sewage Treatment Plant permit renewals: With the new state system to review and consider all sewage treatment permits in the same river system together, 2006 was the year for the this new process to happen for the Harpeth as one of the first areas around the state. With regard to these two facilities, 2006 brought resolution to a continuing problem with the Fairview plant and a shift to the Jones Creek Plant, the second largest in the river system, becoming a regional plant for the Dickson area and Fairview 96 West highway growth corridor.
 - HRWA provided comments and worked with TDEC, advised city leaders, and concerned citizens, regarding the current moratorium on any more connections to the Fairview plant which has been failing and causing violations in Flatrock Branch that is a high water quality stream UPSTREAM of the plant discharge point. TDEC imposed the moratorium in 2004, and this moratorium language was written into the permit renewal. Over 100,000 gallons of sewage will be rerouted from this plant to the larger Jones Creek Sewage Treatment Plant in Dickson. This is tied to the Dickson Water Authority now having taken over management of the Fairview plant even though this plant is in adjacent Williamson County and not originally part of the Dickson service area. HRWA also provided comments to city commissioners regarding a new development with regard to sewer availability with Jones Creek to handle growth in Fairview.
 - HRWA provided comments on the Jones Creek permit renewal, noting that this permit also needs to address that the stream is not meeting water quality standards and certain additional limits are needed so that the permit is similar to all the others in the Harpeth River system. These limits were added to the new permit.
- McCrory Lane Quarry—Bellevue area of Davidson County
 - Late winter and early spring 2006, staff coordinated efforts to successfully defeat a proposed amendment to the State Scenic Rivers Act that would have weakened the Act by providing an exemption for a landfill along the state Scenic Harpeth in the 17 acre Bellevue Quarry that lies within 300 feet of the river. HRWA spearheaded

- the effort to protect the Act and effectively collaborated with citizens, legislators, environmental organizations, and others to prevent the exemption.
- December 2006, the Quarry issue resurfaced as the developers who now own the property have proposed rezoning in order to build 180 town homes on the flat land adjacent to the quarry on the large property. The water quality concern of groundwater and surface water contamination with filling the quarry, this time as a fill site for excess rock and dirt from construction sites around the region, is the same when the proposal was for a landfill. This is an ongoing, developing issue that continues into 2007.
 - The Executive Director is the lead staff of HRWA participating in the effort that has received significant support from the Mott Foundation for the various non-profit organizations with a program focus on water to collaborate on specific goals on behalf improving water quality and state water conservation policy. The collaboration is called the Tennessee Water Groups and includes the Cumberland River Compact, Land Trust for TN, The Nature Conservancy, World Wildlife Fund, Harpeth River Watershed Association, TN Clean Water Network, Public Employees for Environmental Responsibility (PEER), National Parks Conservation Association, TN Environmental Council, and the Southern Environmental Law Center.
 - The Executive Director served on the Context Sensitive Design Team for two major road projects in the Harpeth River watershed. The first is for 840, the highly contentious ring road around Nashville. While the northern section no longer in the state plans, the focus remains on how to design and construct the remaining sections of the road through the high water quality headwaters of the South Harpeth, the most pristine river in Middle TN. The second road project is Mack Hatcher, the ring road for Franklin. This road will cross a significant floodplain portion of the Harpeth and the main stem 3 times in a ½ mile of road. From work in 2005, TDOT's decision is to bridge this entire area.
 - The Executive Director serves on the Williamson County Stormwater Appeals Board as Vice Chair. She served on the county's Stormwater Committee in 2005 that developed the county's new comprehensive stormwater ordinance that went into effect in 2006.
 - The Executive Director is a member of TDOT's stateside Environmental Assessment Committee, which meets bi-monthly.
 - Hazardous Chemical Leaching into Liberty Creek and the Harpeth River in downtown Franklin. Staff began working on this critical issue at the end of 2006.

IV. Education & Outreach - *"Providing Information and Expertise"* - \$51,457

- Eagleville-Headwaters: Eagleville Earth Day open to community at large, was held at Eagleville School. Over 200 students attended, were educated about HRWA, and given a tree to plant.
- Benthic/water quality teacher training event held at Independence High School.
- Women of the Harpeth kick off lunch- idea of Speaker's Bureau surfaced, Elizabeth Pace developed a power point that can be used by volunteers to make presentations about work of HRWA, status of Harpeth River and how to participate in efforts.

- HRWA website redesigned to be more user friendly and educational. There are now links to studies conducted, relevant current issues (quarry, water withdrawal, etc.).
- Enews reformat to EMMA to also be more effective in reaching and educating membership.
- Spring newsletter mailed to 3200 homes
- HRWA featured multiple times in several press venues (The Tennessean, The Westview, Eagleville Times, Southern Exposure, Fairview Observer, the Williamson County Magazine) on a variety of issues including the McCrory Lane quarry, State Scenic Rivers Act, water withdrawal on the mainstem in Franklin, Liberty Creek contamination, and the Hootenanny. All press clippings are on file in the office.
- HRWA staff also featured on several television news broadcasts- Channel 4, Channel 2, and Channel 17- McCrory Lane Quarry issue in March and again in December, TWRA trout release in December, Liberty Creek contamination issue in December.
- Four Outreach/Membership events were held in 2006.
 - March Paddling Around Nashville slide show by Patty Shultz at WPNC- 50 people attended
 - April- Creek hike at Bowie Nature Center led by Melissa Bell – 6 people attended
 - May- Hidden Lake State Park hike led by Jane Polansky –10 people attended- 2 new memberships
 - June- Father's Day Float at Narrows of the Harpeth- Jane Polansky and Park staff helped lead 22 canoes- 2 new individual memberships, 4 new family memberships, and 2 family renewals.
- HRWA coordinated with Land Trust Alliance's National Land Rally that was held in Nashville in 2006. HRWA conducted a float on the Harpeth which included a picnic at Gossett Track and a hike up to Mace Bluff as a field trip to make connections with land use protection options and how it helps maintain water quality.
- Hired new Volunteer, Outreach, and Education Program Manager starting first of 2007. This position was prioritized in both 2006 and 2007 annual work plan to enable HRWA to expand this program with more integrated role of volunteers in managing various outreach, restoration, and education efforts.

V. DUCK RIVER OPPORTUNITIES PROJECT of the Tennessee Scenic Rivers Association - \$36,690

In 2006 HRWA offered to administer this project since HRWA Director for Science and Restoration was also the project director and creator of DROP for TSRA. The project work in 2006 cuts across the 4 HRWA program areas, but will be summarized here. For more details, please see the TSRA web site. DROP primarily focuses on water quality issues in the Spring Hill area and more broadly in Maury County with its educational program. With annual support from GM-Spring Hill, DROP continued its work using the EarthForce developed Partners for Our Watersheds (POW) curriculum to train teachers and work in classrooms in the area teaching watershed water quality issues, gathering basic water quality data, and conducting restoration projects. With other state funds, over 200 feet of stream bank restoration was done along Swan

Creek, McCutcheon Creek and Cox Branch. A restoration plan for 2000 feet of Grassy Branch through the Spring Hill development, Wyngate, was designed. A new state grant supported the development of a community based subwatershed plan for Rutherford Creek in Spring Hill that will be completed in the first part of 2007. With the move of John McFadden to become the new Executive Director for the Tennessee Environmental Council, the DROP project will be administered from TEC in 2007.

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.)

OMB No. 1545-0047

2006

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

Name of the organization

Harpeth River Watershed Association, Inc.

Employer identification number

62 1802858

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
None				

Total number of other employees paid over \$50,000 ▶

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
None		

Total number of others receiving over \$50,000 for professional services ▶

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 ▶

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 ✓

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 ✓

b Lending of money or other extension of credit?

2b ✓

c Furnishing of goods, services, or facilities?

2c ✓

d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?

2d ✓

e Transfer of any part of its income or assets?

2e ✓

- 3a** 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 ✓

b Did the organization have a section 403(b) annuity plan for its employees?

3b ✓

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 ✓

d Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?

3d ✓

- 4a** Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g

4a ✓

b Did the organization make any taxable distributions under section 4966?

4b ✓

c Did the organization make a distribution to a donor, donor advisor, or related person?

4c ✓

d Enter the total number of donor advised funds owned at the end of the tax year: ▶ _____

e Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year . . . ▶ _____

f Enter the total number of separate funds or accounts owned at the end of the tax 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 ▶ _____

g Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year ▶ _____

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 ☐ 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 33⅓% 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 33⅓% 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?		(e) Amount of support
			Yes	No	
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.)	322,397	281,532	97,739	89,927	791,595
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	29,047	17,122	6,595	9,990	62,754
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	180	6		19	205
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	38,524	1,266	14,706		54,496
23 Total of lines 15 through 22	390,148	299,926	119,040	99,936	909,050
24 Line 23 minus line 17	361,101	282,804	112,445	89,946	846,296
25 Enter 1% of line 23	3,901	2,999	1,190	999	

26 Organizations described on lines 10 or 11:	a Enter 2% of amount in column (e), line 24	26a
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
c Total support for section 509(a)(1) test: Enter line 24, column (e)		26c
d Add: Amounts from column (e) for lines: 18 _____ 19 _____		
22 _____ 26b _____		26d
e Public support (line 26c minus line 26d total)		26e
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))		26f %

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:

(2005) 70,500 (2004) 55,000 (2003) 12,500 (2002) 18,125

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:

(2005) 994 (2004) 9,000 (2003) 0 (2002) 4,900

c Add: Amounts from column (e) for lines: 15 791,595 16 0					
17 62,754 20 0 21 0					
d Add: Line 27a total 156,125 and line 27b total 14,894					
e Public support (line 27c total minus line 27d total)					
f Total support for section 509(a)(2) test: Enter amount from line 23, column (e)	27f	909,050			
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))	27g	75.17 %			
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))	27h	.02 %			

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.

Part V Private School Questionnaire (See page 9 of the instructions.)
(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? If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.)	31	
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.)		
34a 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? If you answered "Yes" to either 34a or b, please explain using an attached statement.	34b	
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.)
 (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		(a) Affiliated group totals	(b) To be completed for all electing organizations
(The term "expenditures" means amounts paid or incurred.)			
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— 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 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		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.)

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

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		✓	
b Paid staff or management (Include compensation in expenses reported on lines c through h.)		✓	
c Media advertisements		✓	
d Mailings to members, legislators, or the public		✓	
e Publications, or published or broadcast statements		✓	
f Grants to other organizations for lobbying purposes		✓	
g Direct contact with legislators, their staffs, government officials, or a legislative body		✓	
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means		✓	
i Total lobbying expenditures (Add lines c through h.)			

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? _____

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

(i) Cash	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31
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(ii) Other assets 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57 58 59 60 61 62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 79 80 81 82 83 84 85 86 87 88 89 90 91 92 93 94 95 96 97 98 99 100 101 102 103 104 105 106 107 108 109 110 111 112 113 114 115 116 117 118 119 120 121 122 123 124 125 126 127 128 129 130 131 132 133 134 135 136 137 138 139 140 141 142 143 144 145 146 147 148 149 150 151 152 153 154 155 156 157 158 159 160 161 162 163 164 165 166 167 168 169 170 171 172 173 174 175 176 177 178 179 180 181 182 183 184 185 186 187 188 189 190 191 192 193 194 195 196 197 198 199 200 201 202 203 204 205 206 207 208 209 210 211 212 213 214 215 216 217 218 219 220 221 222 223 224 225 226 227 228 229 230 231 232 233 234 235 236 237 238 239 240 241 242 243 244 245 246 247 248 249 250 251 252 253 254 255 256 257 258 259 260 261 262 263 264 265 266 267 268 269 270 271 272 273 274 275 276 277 278 279 280 281 282 283 284 285 286 287 288 289 290 291 292 293 294 295 296 297 298 299 300 301 302 303 304 305 306 307 308 309 310 311 312 313 314 315 316 317 318 319 320 321 322 323 324 325 326 327 328 329 330 331 332 333 334 335 336 337 338 339 340 341 342 343 344 345 346 347 348 349 350 351 352 353 354 355 356 357 358 359 360 361 362 363 364 365 366 367 368 369 370 371 372 373 374 375 376 377 378 379 380 381 382 383 384 385 386 387 388 389 390 391 392 393 394 395 396 397 398 399 400 401 402 403 404 405 406 407 408 409 410 411 412 413 414 415 416 417 418 419 420 421 422 423 424 425 426 427 428 429 430 431 432 433 434 435 436 437 438 439 440 441 442 443 444 445 446 447 448 449 450 451 452 453 454 455 456 457 458 459 460 461 462 463 464 465 466 467 468 469 470 471 472 473 474 475 476 477 478 479 480 481 482 483 484 485 486 487 488 489 490 491 492 493 494 495 496 497 498 499 500 501 502 503 504 505 506 507 508 509 510 511 512 513 514 515 516 517 518 519 520 521 522 523 524 525 526 527 528 529 530 531 532 533 534 535 536 537 538 539 540 541 542 543 544 545 546 547 548 549 550 551 552 553 554 555 556 557 558 559 560 561 562 563 564 565 566 567 568 569 570 571 572 573 574 575 576 577 578 579 580 581 582 583 584 585 586 587 588 589 590 591 592 593 594 595 596 597 598 599 600 601 602 603 604 605 606 607 608 609 610 611 612 613 614 615 616 617 618 619 620 621 622 623 624 625 626 627 628 629 630 631 632 633 634 635 636 637 638 639 640 641 642 643 644 645 646 647 648 649 650 651 652 653 654 655 656 657 658 659 660 661 662 663 664 665 666 667 668 669 670 671 672 673 674 675 676 677 678 679 680 681 682 683 684 685 686 687 688 689 690 691 692 693 694 695 696 697 698 699 700 701 702 703 704 705 706 707 708 709 710 711 712 713 714 715 716 717 718 719 720 721 722 723 724 725 726 727 728 729 730 731 732 733 734 735 736 737 738 739 740 741 742 743 744 745 746 747 748 749 750 751 752 753 754 755 756 757 758 759 760 761 762 763 764 765 766 767 768 769 770 771 772 773 774 775 776 777 778 779 780 781 782 783 784 785 786 787 788 789 790 791 792 793 794 795 796 797 798 799 800 801 802 803 804 805 806 807 808 809 810 811 812 813 814 815 816 817 818 819 820 821 822 823 824 825 826 827 828 829 830 831 832 833 834 835 836 837 838 839 840 841 842 843 844 845 846 847 848 849 850 851 852 853 854 855 856 857 858 859 860 861 862 863 864 865 866 867 868 869 870 871 872 873 874 875 876 877 878 879 880 881 882 883 884 885 886 887 888 889 890 891 892 893 894 895 896 897 898 899 900 901 902 903 904 905 906 907 908 909 910 911 912 913 914 915 916 917 918 919 920 921 922 923 924 925 926 927 928 929 930 931 932 933 934 935 936 937 938 939 940 941 942 943 944 945 946 947 948 949 950 951 952 953 954 955 956 957 958 959 960 961 962 963 964 965 966 967 968 969 970 971 972 973 974 975 976 977 978 979 980 981 982 983 984 985 986 987 988 989 990 991 992 993 994 995 996 997 998 999 1000 1001 1002 1003 1004 1005 1006 1007 1008 1009 1010 1011 1012 1013 1014 1015 1016 1017 1018 1019 1020 1021 1022 1023 1024 1025 1026 1027 1028 1029 1030 1031 1032 1033 1034 1035 1036 1037 1038 1039 1040 1041 1042 1043 1044 1045 104

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

[illegible]

(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:

[illegible]

52a 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:

[illegible]