

Return of Organization Exempt from Income Tax

2001

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 2001 calendar year, or tax year beginning 7/01, 2001, and ending 6/30, 20 02

- B** Check if applicable
- Address change
 - Name change
 - Initial return
 - Final return
 - Amended return
 - Application pending

Please use IRS label or print or type See specific instructions.

NATIVITY PREP ACADEMY OF SAN DIEGO, INC
3233 MARKET STREET "B"
SAN DIEGO, CA 92102

D Employer identification number
33-0886247

E Telephone number
619-804-7737

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).

- 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** Enter 4 digit group GEN _____
- M** Check if the organization is not required to attach Schedule B (Form 990, 990-EZ, or 990-PF)

G Web site. N/A

J Organization type (check only one) 501(c) 3 (insert no) 4947(a)(1) or 527

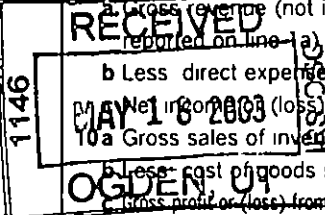
K Check here if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS, but if the organization received a Form 990 Package in the mail, it should file a return without financial data. Some states require a complete return.

L Gross receipts. Add lines 6b, 8b, 9b, and 10b to line 12. 278,466

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (see instructions)

CONTRIBUTIONS	1 Contributions, gifts, grants, and similar amounts received			
	a Direct public support	1a	<u>277,049</u>	
	b Indirect public support	1b		
	c Government contributions (grants)	1c		
	d Total (add lines 1a through 1c) (cash \$ <u>268,749</u> noncash \$ <u>8,300</u>)	1d		<u>277,049</u>
	2 Program service revenue including government fees and contracts (from Part VII, line 93)	2		
	3 Membership dues and assessments	3		
	4 Interest on savings and temporary cash investments	4		<u>1,417</u>
	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			
ASSETS	8a Gross amount from sales of assets other than inventory	(A) Securities	(B) Other	8d
		8a		
		8b		
		8c		
d Net gain or (loss) (combine line 8c, columns (A) and (B))	8d			
EVENTS	9 Special events and activities (attach schedule)	a Gross receipts (not including \$ _____ of contributions reported on line 1a)	9a	9c
		b Less direct expenses other than fundraising expenses	9b	
		c Net income or (loss) from special events (subtract line 9b from line 9a)	9c	
		10a Gross sales of inventory, less returns and allowances	10a	
SALES	10 Sales of inventory, less returns and allowances	b Less cost of goods sold	10b	10c
		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 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)	12		<u>278,466</u>	
EXPENSES	13 Program services (from line 44, column (B))	13	<u>259,982</u>	
	14 Management and general (from line 44, column (C))	14	<u>55,260</u>	
	15 Fundraising (from line 44, column (D))	15	<u>1,594</u>	
	16 Payments to affiliates (attach schedule)	16		
	17 Total expenses (add lines 16 and 44, column (A))	17		<u>316,836</u>
18 Excess or (deficit) for the year (subtract line 17 from line 12)	18		<u>-38,370</u>	
NET ASSETS	19 Net assets or fund balances at beginning of year (from line 73, column (A))	19	<u>113,714</u>	
	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		<u>75,344</u>

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14

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
22	Grants and allocations (att sch) (cash \$ _____ non cash \$ _____)				
23	Specific assistance to individuals (att sch)				
24	Benefits paid to or for members (att sch)				
25	Compensation of officers, directors, etc	8,804	4,402	4,402	
26	Other salaries and wages	66,095	66,095		
27	Pension plan contributions				
28	Other employee benefits				
29	Payroll taxes	6,172	5,246	926	
30	Professional fundraising fees				
31	Accounting fees				
32	Legal fees				
33	Supplies	1,647	1,400	247	
34	Telephone	8,709	7,403	1,306	
35	Postage and shipping	405	344	61	
36	Occupancy	22,358	19,004	3,354	
37	Equipment rental and maintenance	10,673	9,072	1,601	
38	Printing and publications	2,830	2,406	424	
39	Travel	13,686	11,633	2,053	
40	Conferences, conventions, and meetings				
41	Interest	12,965	11,020	1,945	
42	Depreciation, depletion, etc (attach schedule)	12,712	10,805	1,907	
43	Other expenses not covered above (itemize)				
a	See Statement 1	149,780	111,152	37,034	1,594
b	-----				
c	-----				
d	-----				
e	-----				
44	Total functional expenses (add lines 22-43) Organizations completing columns (B) - (D), carry these totals to lines 13 - 15	316,836	259,982	55,260	1,594

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

What is the organization's primary exempt purpose? Education

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) & (4) organizations & section 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants & allocations to others)

Program Service Expenses (Required for 501(c)(3) and (4) organizations and 4947(a)(1) trusts but optional for others)

a	See Statement 2				

	(Grants and allocations \$ _____)				259,982
b	-----				

	(Grants and allocations \$ _____)				
c	-----				

	(Grants and allocations \$ _____)				
d	-----				

	(Grants and allocations \$ _____)				
e	Other program services				
	(Grants and allocations \$ _____)				
f	Total of Program Service Expenses (should equal line 44, column (B), program services)				259,982

Part IV Balance Sheets (See instructions)

Note: <i>Where required, attached schedules and amounts within the description column should be for end of year amounts only</i>		(A) Beginning of year		(B) End of year	
ASSETS	45 Cash – non interest bearing	384	45		
	46 Savings and temporary cash investments	84,957	46		
	47 a Accounts receivable	47 a			
	b Less allowance for doubtful accounts	47 b		47 c	
	48 a Pledges receivable	48 a			
	b Less allowance for doubtful accounts	48 b		48 c	
	49 Grants receivable			49	
	50 Receivables from officers, directors, trustees, and key employees (attach schedule)		1,600	50	
	51 a Other notes & loans receivable (attach sch)	51 a			
	b Less allowance for doubtful accounts	51 b		51 c	
	52 Inventories for sale or use			52	
	53 Prepaid expenses and deferred charges			53	
	54 Investments – securities (attach schedule)			54	
	55 a Investments – land, buildings, & equipment basis	55 a			
	b Less accumulated depreciation (attach schedule)	55 b		55 c	
56 Investments – other (attach schedule)			56		
57 a Land, buildings, and equipment basis	57 a	290,912			
b Less accumulated depreciation (attach schedule)	57 b	15,843			
58 Other assets (describe ▶ See Statement 4)		25,782	57 c	275,069	
59 Total assets (add lines 45 through 58) (must equal line 74)		122,723	59	286,469	
LIABILITIES	60 Accounts payable and accrued expenses	735	60	175	
	61 Grants payable		61		
	62 Deferred revenue		62		
	63 Loans from officers, directors, trustees, and key employees (attach schedule)		63		
	64 a Tax exempt bond liabilities (attach schedule)		64 a		
	b Mortgages and other notes payable (attach schedule)			64 b	200,750
	65 Other liabilities (describe ▶ See Statement 5)		8,274	65	10,200
66 Total liabilities (add lines 60 through 65)		9,009	66	211,125	
NET ASSETS OR FUND BALANCES	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74				
	67 Unrestricted	113,714	67	75,344	
	68 Temporarily restricted		68		
	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)		113,714	73	75,344	
74 Total liabilities and net assets/fund balances (add lines 66 and 73)		122,723	74	286,469	

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.

BAA

Part VI Other Information (See specific instructions)

Yes No

76	Did the organization engage in any activity not previously reported to the IRS? If 'Yes,' attach a detailed description of each activity			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			X
78a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?			X
78b	If 'Yes,' has it filed a tax return on Form 990-T for this year?		N/A	
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If 'Yes,' attach a statement			X
80a	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?			X
81a	Enter direct or indirect political expenditures. See line 81 instructions. and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt	81a	0	
81b	Did the organization file Form 1120-POL for this year?			X
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?			X
82b	If 'Yes,' you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.)	82b	N/A	
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?		X	
83b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?		X	
84a	Did the organization solicit any contributions or gifts that were not tax deductible?			X
84b	If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		N/A	
85a	501(c)(4), (5) or (6) organizations. Were substantially all dues nondeductible by members?			N/A
85b	Did the organization make only in house lobbying expenditures of \$2,000 or less?			N/A
	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			
85c	Dues, assessments, and similar amounts from members	85c	N/A	
85d	Section 162(e) lobbying and political expenditures	85d	N/A	
85e	Aggregate nondeductible amount of Section 6033(e)(1)(A) dues notices	85e	N/A	
85f	Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f	N/A	
85g	Does the organization elect to pay the Section 6033(e) tax on the amount on line 85f?			N/A
85h	If Section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?			N/A
86a	501(c)(7) organizations. Enter a Initiation fees and capital contributions included on line 12	86a	N/A	
86b	Gross receipts, included on line 12, for public use of club facilities	86b	N/A	
87a	501(c)(12) organizations. Enter a Gross income from members or shareholders	87a	N/A	
87b	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	87b	N/A	
88	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
89a	501(c)(3) organizations. Enter Amount of tax imposed on the organization during the year under Section 4911 ▶ 0, Section 4912 ▶ 0, Section 4955 ▶ 0			
89b	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			X
	c Enter Amount of tax imposed on the organization managers or disqualified persons during the year under Sections 4912, 4955, and 4958			0
	d Enter Amount of tax on line 89c, above, reimbursed by the organization			0
90a	List the states with which a copy of this return is filed ▶ California			
90b	Number of employees employed in the pay period that includes March 12, 2001 (see instructions)			2
91	The books are in care of ▶ DAVID RIVERA Telephone number ▶ 619-544-9455 Located at ▶ 3233 MARKET ST, SAN DIEGO, CA ZIP + 4 ▶ 92102			
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		N/A	<input type="checkbox"/>

Part VII Analysis of Income-Producing Activities (See 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 _____					
b _____					
c _____					
d _____					
e _____					
f Medicare/Medicaid payments					
g Fees & contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings & temporary cash invmnts					1,417
96 Dividends & 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 pers prop					
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 _____					
c _____					
d _____					
e _____					
104 Subtotal (add columns (B), (D), and (E))					1,417
105 Total (add line 104, columns (B), (D), and (E))					1,417

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

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See 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)
N/A	

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See 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 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)

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

5/14/2003
Date

5/14/2003

Schedule A
(Form 990 or 990-EZ)

Organization Exempt Under
Section 501(c)(3)

OMB No 1545-0047

(Except Private Foundation) and Section 501(e), 501(f), 501(k), 501(n), or Section 4947(a)(1)
Nonexempt Charitable Trust Supplementary Information – (See separate instructions.)

2001

Department of the Treasury
Internal Revenue Service

Supplementary Information – (see separate instructions)
▶ Must be completed by the above organizations and attached to their Form 990 or 990-EZ.

Name of the Organization

NATIVITY PREP ACADEMY OF SAN DIEGO, INC

Employer Identification Number

33-0886247

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees
(See 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 ▶	0			

Part II Compensation of the Five Highest Paid Independent Contractors for Professional Services
(See 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 ▶	0	

BAA For Paperwork Reduction Act Notice, see the instructions for Form 990 and Form 990-EZ.

Schedule A (Form 990 or 990-EZ) 2001

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) 2000	(b) 1999	(c) 1998	(d) 1997	(e) Total	
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28)	143,872				143,872	
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						
18 Gross income from interest, dividends, amounts received from payments on securities loans (Section 512(a)(5)), rents, royalties, and unrelated business taxable income (less Section 511 taxes) from businesses acquired by the organization after June 30, 1975						
19 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						
23 Total of lines 15 through 22	143,872				143,872	
24 Line 23 minus line 17	143,872				143,872	
25 Enter 1% of line 23	1,439					
26 Organizations described on lines 10 or 11:	a Enter 2% of amount in column (e), line 24				26a	2,877
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 1997 through 2000 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts.					26b	58,492
c Total support for Section 509(a)(1) test. Enter line 24, column (e).					26c	143,872
d Add: Amounts from column (e) for lines 18 _____ 19 _____					26d	58,492
22 _____ 26b 58,492					26e	85,380
e Public support (line 26c minus line 26d total)					26e	85,380
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))					26f	59.34%
27 Organizations described on line 12: N/A						
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:						
(2000) _____ (1999) _____ (1998) _____ (1997) _____						
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 11, 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:						
(2000) _____ (1999) _____ (1998) _____ (1997) _____						
c Add: Amounts from column (e) for lines 15 _____ 16 _____					27c	
17 _____ 20 _____ 21 _____					27d	
d Add: Line 27a total _____ and line 27b total _____					27e	
e Public support (line 27c total minus line 27d total)					27e	
f Total support for section 509(a)(2) test. Enter amount from line 23, column (e)					27f	
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))					27g	%
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))					27h	%

28 Unusual Grants. For an organization described in line 10, 11, or 12 that received any unusual grants during 1997 through 2000, 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 instructions)
 (To be completed Only by schools that checked the box on line 6 in Part IV)

		N/A	
		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?		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?		
d	Copies of all material used by the organization or on its behalf to solicit contributions? 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?		
b	Admissions policies?		
c	Employment of faculty or administrative staff?		
d	Scholarships or other financial assistance?		
e	Educational policies?		
f	Use of facilities?		
g	Athletic programs?		
h	Other extracurricular activities? 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?		
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		
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		

Part VI-A Lobbying Expenditures by Electing Public Charities (See 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

Limits on Lobbying Expenditures (The term 'expenditures' means amounts paid or incurred)		(a) Affiliated group totals	(b) To be completed for all electing organizations
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)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4 -Year Averaging Period				
	(a) 2001	(b) 2000	(c) 1999	(d) 1998	(e) Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					
47 Total lobbying expenditures					
48 Grassroots non taxable 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 instructions)

N/A

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

- 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)

Yes	No	Amount

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

NATIVITY PREP ACADEMY OF SAN DIEGO, INC.

33-0886247

Statement 1
Form 990, Part II, Line 43
Other Expenses

	(A) Total	(B) Program Services	(C) Management & General	(D) Fundraising
Automobile expense	7,935	6,745	1,190	
Bank Service charges	653	555	98	
Computer expense	809	688	121	
Contract labor	550	468	82	
Fundraising	1,594			1,594
Insurance	22,090	18,777	3,313	
Membership & fees	440	374	66	
Miscellaneous	43	37	6	
Professional fees	44,933	22,467	22,466	
Program expense	6,117	6,117		
Property taxes	1,409	1,198	211	
School expenses	31,659	26,910	4,749	
Special programs	2,289	1,946	343	
Teacher's expenses	24,373	20,717	3,656	
Utilities	4,886	4,153	733	
Total	\$ 149,780	\$ 111,152	\$ 37,034	\$ 1,594

Statement 2
Form 990, Part III, Line a
Statement of Program Service Accomplishments

Description	Grants and Allocations	Program Service Expenses
To establish and maintain a comprehensive children's center, to provide specialized early intervention and prevention programming and instruction covering the various socio-emotional needs, and to provide graduate support and establish a scholarship program for at-risk, inner-city youth in poverty in San Diego County		259,982
	<u>\$ 0</u>	<u>\$ 259,982</u>

Statement 3
Form 990, Part IV, Line 57
Land, Buildings, and Equipment

Category	Basis	Accum Deprec.	Book Value
Automobiles / Transportation Equipment	\$ 11,440	\$ 4,580	\$ 6,860
Furniture and Fixtures	23,078	3,605	19,473
Machinery and Equipment	4,028	1,093	2,935
Buildings	150,750	4,188	146,562
Improvements	41,276	1,146	40,130
Land	50,000		50,000
Miscellaneous	10,340	1,231	9,109
Total	\$ 290,912	\$ 15,843	\$ 275,069

NATIVITY PREP ACADEMY OF SAN DIEGO, INC.

33-0886247

Statement 4
Form 990, Part IV, Line 58
Other Assets

Other Deposits	\$ 200
Security Deposit	11,200
Total	<u>\$ 11,400</u>

Statement 5
Form 990, Part IV, Line 65
Other Liabilities

Payroll taxes payable	\$ 10,200
Total	<u>\$ 10,200</u>

Statement 6
Form 990, Part V
List of Officers, Directors, Trustees, and Key Employees

<u>Name and Address</u>	<u>Title and Average Hours Per Week Devoted</u>	<u>Compen- sation</u>	<u>Contri- bution to EBP & DC</u>	<u>Expense Account/ Other</u>
David Rivera 927 East Chase Avenue El Cajon, CA 92020	Director 40	\$ 8,804	\$ 0	\$ 0
Sandra A Brue 200 Harbor Drive #4101 San Diego, CA 92101	Director 5	0	0	0
Holly Cordova 2716 Isham Springs Court San Diego, CA 91977	Director 5	0	0	0
Robert Hoehn 5454 Paseo Del Norte Carlsbad, CA 92008	Director 5	0	0	0
Dr Richard Kelly 5961 Linda Vista Road San Diego, CA 92110	Director 5	0	0	0
Michael Maledon PO Box 16460 Phoenix, AZ 85014	Director 5	0	0	0
Total		<u>\$ 8,804</u>	<u>\$ 0</u>	<u>\$ 0</u>

NATIVITY PREP ACADEMY OF SAN DIEGO, INC.

33-0886247

No.	Description	Date Acquired	Date Sold	Cost/ Basis	Bus Pct.	Cur 179 Bonus	Special Depr Allow.	Prior 179/ Bonus/ Sp. Depr.	Prior Dec. Bal Depr.	Salvage /Basis /Reductn.	Depr Basis	Prior Depr.	Method	Life	Rate	Current Depr.
Form 990/990 PF																
Auto / Transport Equipment																
1	'98 Saturn	8/01/00		11,440							11,440	2,292	S/L	5		2,288
Total Auto / Transport Equipment																
				11,440		0	0	0	0	0	11,440	2,292				2,288
Buildings																
9	Building (House)	8/22/01		150,750							150,750		S/L	30		4,188
Total Buildings																
				150,750		0	0	0	0	0	150,750	0				4,188
Furniture and Fixtures																
2	Furniture	4/01/01		15,000							15,000	500	S/L	7		2,143
5	Miscellaneous furniture	9/01/01		8,078							8,078		S/L	7		962
Total Furniture and Fixtures																
				23,078		0	0	0	0	0	23,078	500				3,105
Improvements																
10	Leasehold Improvements	9/15/01		32,811							32,811		S/L	30		911
11	House Modifications	9/15/01		8,465							8,465		S/L	30		235
Total Improvements																
				41,276		0	0	0	0	0	41,276	0				1,146
Land																
8	Land	8/22/01		50,000							50,000			30		0
Total Land																
				50,000		0	0	0	0	0	50,000	0				0

NATIVITY PREP ACADEMY OF SAN DIEGO, INC.

33-0886247

No.	Description	Date Acquired	Date Sold	Cost/ Basis	Bus Pct.	Cur 179 Bonus	Special Dep Allow.	Prior 179/ Bonus/ Sp. Dep.	Prior Dep Bal	Salvage /Basis Reductn.	Dep Basis	Prior Dep.	Method	Life	Rate	Current Dep.
Machinery and Equipment																
3	Computer Laptop	9/25/00		673							673	238	S/L	5		135
4	2 Compaq Computers	10/01/00		1,800							1,800	101	S/L	5		360
7	Computers	9/01/01		1,555							1,555		S/L	5		259
	Total Machinery and Equipment			4,028		0	0	0	0	0	4,028	339				754
Miscellaneous																
6	School equipment	9/15/01		10,340							10,340		S/L	7		1,231
	Total Miscellaneous			10,340		0	0	0	0	0	10,340	0				1,231
	Total Depreciation			290,912		0	0	0	0	0	290,912	3,131				12,712
	Grand Total Depreciation			290,912		0	0	0	0	0	290,912	3,131				12,712