

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 9/01, 2001, and ending 8/31, 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. EASTER SEALS NORTH GEORGIA, INC 5600 ROSWELL ROAD #100 ATLANTA, GA 30342

D Employer identification number 58-1919768 E Telephone number 404 943 1070 F Accounting method Cash [] Accrual [X] 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 [X] H (b) If yes enter number of affiliates H (c) Are all affiliates included? Yes [] No [] H (d) Is this a separate return filed by an organization covered by a group ruling? Yes [] No [X]

G Web site: N/A

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

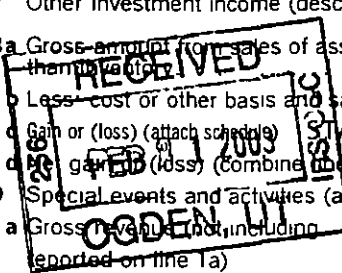
K Check here [] if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS, but if the organization received a Form 990 Package in the mail, it should file a return without financial data. Some states require a complete return.

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)

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 9,842,790

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

Table with 21 rows and multiple columns for revenue and expenses. Includes sub-rows for contributions, program service revenue, membership dues, interest on savings, dividends, gross rents, other investment income, special events, and sales of inventory. Total revenue is 9,830,251 and total expenses is 8,038,613.



SCANNED MAR 12 '03

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 \$ _____)	22				
23 Specific assistance to individuals (att sch)	23				
24 Benefits paid to or for members (att sch)	24				
25 Compensation of officers, directors, etc.	25	222,253	222,253		
26 Other salaries and wages	26	3,636,524	3,384,599	137,624	114,301
27 Pension plan contributions	27	7,224	6,752	258	214
28 Other employee benefits	28	567,902	530,818	20,274	16,810
29 Payroll taxes	29	348,003	325,278	12,424	10,301
30 Professional fundraising fees	30				
31 Accounting fees	31				
32 Legal fees	32				
33 Supplies	33	125,007	120,973	2,228	1,806
34 Telephone	34	64,107	54,433	5,526	4,148
35 Postage and shipping	35	12,753	8,893	1,079	2,781
36 Occupancy	36	496,239	473,496	9,720	13,023
37 Equipment rental and maintenance	37	78,305	66,309	3,241	8,755
38 Printing and publications	38	13,063	10,481	703	1,879
39 Travel	39	166,330	161,208	2,076	3,046
40 Conferences, conventions, and meetings	40				
41 Interest	41	2,135	144	1,980	11
42 Depreciation, depletion, etc (attach schedule)	42	148,694	139,142	9,552	
43 Other expenses not covered above (itemize)					
a SEE STATEMENT 5	43a	2,021,274	1,889,537	93,074	38,663
b	43b				
c	43c				
d	43d				
e	43e				
44 Total functional expenses (add lines 22-43) Organizations completing columns (B) - (D), carry these totals to lines 13-15	44	7,909,813	7,394,316	299,759	215,738

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? <u>SEE STATEMENT 6</u>	Program Service Expenses (Required for 501(c)(3) and (4) organizations and 4947(a)(1) trusts but optional for others)
a OCCUPATIONAL, PHYSICAL AND SPEECH THERAPY FOR PERSONS AGED 0-21 YEARS AND DAY CARE FACILITIES FOR DISABLED AND ABLED CHILDREN AGE 0-5 YEARS (Grants and allocations \$ _____)	7,394,316
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)	7,394,316

Part IV - Balance Sheets (See 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	1,028,420	45	1,328,775	
	46 Savings and temporary cash investments		46		
	47a Accounts receivable	242,490		-	
	b Less allowance for doubtful accounts		447,241	47c	242,490
	48a Pledges receivable	257,643			
	b Less allowance for doubtful accounts		117,156	48c	257,643
	49 Grants receivable		18,804	49	5,085
	50 Receivables from officers, directors, trustees, and key employees (attach schedule)			50	
	51a Other notes & loans receivable (attach sch)				
	b Less allowance for doubtful accounts			51c	
	52 Inventories for sale or use			52	
	53 Prepaid expenses and deferred charges		8,757	53	51,581
	54 Investments – securities (attach schedule)	▶ <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54	
	55a Investments – land, buildings, & equipment basis	4,414,327			
	b Less accumulated depreciation (attach schedule) STATEMENT 7	350,707	1,186,947	55c	4,063,620
	56 Investments – other (attach schedule)			56	
	57a Land, buildings, and equipment basis				
	b Less accumulated depreciation (attach schedule)			57c	
	58 Other assets (describe ▶ SEE STATEMENT 8)		415,867	58	366,662
59 Total assets (add lines 45 through 58) (must equal line 74)		3,223,192	59	6,315,856	
LIABILITIES	60 Accounts payable and accrued expenses	589,880	60	1,088,837	
	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 ▶ SEE STATEMENT 9)		57,282	65	23,548
66 Total liabilities (add lines 60 through 65)		647,162	66	1,112,385	
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	2,171,075	67	4,839,874	
	68 Temporarily restricted		68		
	69 Permanently restricted	404,955	69	363,597	
	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)		2,576,030	73	5,203,471
	74 Total liabilities and net assets/fund balances (add lines 66 and 73)		3,223,192	74	6,315,856

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	b 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	b If 'Yes,' enter the name of the organization <u>N/A</u> and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt		
81a	Enter direct or indirect political expenditures See line 81 instructions	81a	0
81b	b 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	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	877,161
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?	X	
83b	b 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	b 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 a Were substantially all dues nondeductible by members?		N/A
85b	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		N/A
85c	c Dues, assessments, and similar amounts from members	85c	N/A
85d	d Section 162(e) lobbying and political expenditures	85d	N/A
85e	e Aggregate nondeductible amount of Section 6033(e)(1)(A) dues notices	85e	N/A
85f	f Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f	N/A
85g	g Does the organization elect to pay the Section 6033(e) tax on the amount on line 85f?		N/A
85h	h If Section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?		N/A
86a	501(c)(7) organizations Enter a Initiation fees and capital contributions included on line 12	86a	N/A
86b	b 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	b Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them)	87b	N/A
88	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 <u>0</u> , Section 4912 <u>0</u> , Section 4955 <u>0</u>		
89b	b 501(c)(3) and 501(c)(4) organizations Did the organization engage in any Section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If 'Yes,' attach a statement explaining each transaction		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 <u>GEORGIA</u>		
90b	b Number of employees employed in the pay period that includes March 12, 2001 (see instructions)	90b	131
91	The books are in care of <u>KAREN BREWSTER</u> Telephone number <u>404 943 1070</u> Located at <u>5600 ROSWELL ROAD STE 100</u> ZIP + 4 <u>30342</u>		
92	Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 - Check here <input type="checkbox"/> and enter the amount of tax exempt interest received or accrued during the tax year <u>92</u>		N/A

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 THERAPY / DAY CARE					520,125
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			14	22,911	
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					-5,964
101 Net income or (loss) from special events					178,496
102 Gross profit or (loss) from sales of inventory					
103 Other revenue					
a					
b MISCELLANEOUS					37,618
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))				22,911	730,275
105 Total (add line 104, columns (B), (D), and (E))					753,186

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)
	SEE STATEMENT 11

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.

Date 2/12/03

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

(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)
Supplementary Information - (see separate instructions)

2001

Department of the Treasury
Internal Revenue Service

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

Name of the Organization EASTER SEALS NORTH GEORGIA, INC	Employer Identification Number 58-1919768
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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
J LOVE ----- 5600 ROSWELL ROAD, #100	DIR EARLY ED 40	77,865	4,654	0
R GWALTNEY ----- 5600 ROSWELL ROAD, #100	DIR H.R. 40	73,661	4,714	0
L WEINICK ----- 5600 ROSWELL ROAD, #100	DIRECTOR MKTG 40	60,208	4,690	0
G FERGUSON ----- 5600 ROSWELL ROAD, #100	SERVICES MGR 40	46,796	0	0
B BROWNE ----- 5600 ROSWELL ROAD, #100	CONTROLLER 40	55,913	4,011	0
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

Part III Statements About Activities (See instructions)

	Yes	No
<p>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 ▶ \$ <u>N/A</u></p> <p>(Must equal amounts on line 38, Part VI-A, or line 1 of Part VI-B.)</p> <p>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</p>		X
<p>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)</p> <p>a Sale, exchange, or leasing of property?</p> <p>b Lending of money or other extension of credit?</p> <p>c Furnishing of goods, services, or facilities?</p> <p>d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?</p> <p>e Transfer of any part of its income or assets?</p>		X
<p>3 Does the organization make grants for scholarships, fellowships, student loans, etc? (See Note below)</p>		X
<p>4 Do you have a section 403(b) annuity plan for your employees?</p>		X
<p>Note Attach a statement to explain how the organization determines that individuals or organizations receiving grants or loans from it in furtherance of its charitable programs 'qualify' to receive payments</p>		

Part IV Reason for Non-Private Foundation Status (See instructions)

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)
- 11 a 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)
- 11 b A community trust Section 170(b)(1)(A)(vi) (Also complete the **Support Schedule** in Part IV-A)
- 12 An organization that normally receives (1) more than 33-1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc, functions - subject to certain exceptions, and (2) no more than 33-1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975 See section 509(a)(2) (Also complete the **Support Schedule** in Part IV-A)
- 13 An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in (1) lines 5 through 12 above, or (2) section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2) (See section 509(a)(3))

Provide the following information about the supported organizations (See instructions)

(a) Name(s) of supported organization(s)	(b) Line number from above

- 14 An organization organized and operated to test for public safety Section 509(a)(4) (See 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) 2000	(b) 1999	(c) 1998	(d) 1997	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28.)	5,890,772	6,063,628	3,560,668	674,183	16,189,251
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	52,656	24,029	4,723	2,666	84,074
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. SEE STMT 12	629,069	1,132,034	577,883	1,072,815	3,411,801
23 Total of lines 15 through 22	6,572,497	7,219,691	4,143,274	1,749,664	19,685,126
24 Line 23 minus line 17	6,572,497	7,219,691	4,143,274	1,749,664	19,685,126
25 Enter 1% of line 23	65,725	72,197	41,433	17,497	
26 Organizations described on lines 10 or 11	a Enter 2% of amount in column (e), line 24				26a 393,703
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 607,340
c Total support for Section 509(a)(1) test. Enter line 24, column (e).					26c 19,685,126
d Add: Amounts from column (e) for lines 18 <u>84,074</u> 19 <u> </u>					26d 4,103,215
22 <u>3,411,801</u> 26b <u>607,340</u>					26e 15,581,911
e Public support (line 26c minus line 26d total)					26e 15,581,911
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))					26f 79.16 %
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 <u> </u> 16 <u> </u>					27c _____
17 <u> </u> 20 <u> </u> 21 <u> </u>					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?	32 a	
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32 b	
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32 c	
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) ----- -----	32 d	
33	Does the organization discriminate by race in any way with respect to		
a	Students' rights or privileges?	33 a	
b	Admissions policies?	33 b	
c	Employment of faculty or administrative staff?	33 c	
d	Scholarships or other financial assistance?	33 d	
e	Educational policies?	33 e	
f	Use of facilities?	33 f	
g	Athletic programs?	33 g	
h	Other extracurricular activities? If you answered 'Yes' to any of the above, please explain (If you need more space, attach a separate statement) ----- -----	33 h	
34 a	Does the organization receive any financial aid or assistance from a governmental agency?	34 a	
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	34 b	
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 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		(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 –		
	Not over \$500,000		
	Over \$500,000 but not over \$1,000,000		
	Over \$1,000,000 but not over \$1,500,000		
	Over \$1,500,000 but not over \$17,000,000		
	Over \$17,000,000		
	The lobbying nontaxable amount is –		
	20% of the amount on line 40		
	\$100,000 plus 15% of the excess over \$500,000		
	\$175,000 plus 10% of the excess over \$1,000,000		
	\$225,000 plus 5% of the excess over \$1,500,000		
	\$1,000,000		
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

**STATEMENT 1
FORM 990, PART I, LINE 8
NET GAIN (LOSS) FROM NONINVENTORY SALES**

OTHER ASSETS

DESCRIPTION	FAX MACHINE		
DATE ACQUIRED	VARIOUS		
HOW ACQUIRED	PURCHASE		
DATE SOLD	3/01/2002		
TO WHOM SOLD			
GROSS SALES PRICE		0	
COST OR OTHER BASIS		749	
DEPRECIATION		737	
			GAIN (LOSS) -12

DESCRIPTION	INK DRUM DUPLICATOR		
DATE ACQUIRED	VARIOUS		
HOW ACQUIRED	PURCHASE		
DATE SOLD	1/01/2002		
TO WHOM SOLD			
GROSS SALES PRICE		0	
COST OR OTHER BASIS		1,171	
DEPRECIATION		1,151	
			GAIN (LOSS) -20

DESCRIPTION	STORAGE BUILDING		
DATE ACQUIRED	VARIOUS		
HOW ACQUIRED	PURCHASE		
DATE SOLD	9/01/2001		
TO WHOM SOLD			
GROSS SALES PRICE		0	
COST OR OTHER BASIS		500	
DEPRECIATION		308	
			GAIN (LOSS) -192

DESCRIPTION	LEASEHOLD IMPROVEMENT		
DATE ACQUIRED	VARIOUS		
HOW ACQUIRED	PURCHASE		
DATE SOLD	9/01/2001		
TO WHOM SOLD			
GROSS SALES PRICE		0	
COST OR OTHER BASIS		8,400	
DEPRECIATION		2,660	
			GAIN (LOSS) -5,740

TOTAL GAIN (LOSS) OTHER ASSETS \$ -5,964

TOTAL NET GAIN (LOSS) FROM NONINVENTORY SALES \$ -5,964

**STATEMENT 2
FORM 990, PART I, LINE 9
NET INCOME (LOSS) FROM SPECIAL EVENTS**

GROSS	LESS CONTRI-	GROSS	LESS DIRECT	NET INCOME
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STATEMENT 2 (CONTINUED)
FORM 990, PART I, LINE 9
NET INCOME (LOSS) FROM SPECIAL EVENTS

<u>SPECIAL EVENTS</u>	<u>RECEIPTS</u>	<u>CONTRIBUTIONS</u>	<u>REVENUE</u>	<u>EXPENSES</u>	<u>(LOSS)</u>
CAR DONATION PROGRAM	179,725	0	179,725	0	179,725.
ORNAMENTS	4,646	0	4,646	5,187	-541.
SOFTBALL	700	0	700	1,155	-455.
VIP DONORS	0	0	0	233	-233.
TOTALS	<u>\$ 185,071</u>	<u>\$ 0</u>	<u>\$ 185,071</u>	<u>\$ 6,575</u>	<u>\$ 178,496</u>

STATEMENT 3
FORM 990, PART I, LINE 16
PAYMENTS TO AFFILIATES

<u>NAME AND ADDRESS</u>	<u>PURPOSE OF PAYMENT</u>	<u>AMOUNT</u>
EASTER SEAL, INC	MEMBERSHIP DUES	\$ 128,800.
TOTAL		<u>\$ 128,800.</u>

STATEMENT 4
FORM 990, PART I, LINE 20
OTHER CHANGES IN NET ASSETS OR FUND BALANCES

DECREASE IN VALUE OF BENEFICIAL TRUST	\$ -41,358.
DONATED SERVICES	877,161.
TOTAL	<u>\$ 835,803</u>

STATEMENT 5
FORM 990, PART II, LINE 43
OTHER EXPENSES

	(A) <u>TOTAL</u>	(B) <u>PROGRAM SERVICES</u>	(C) <u>MANAGEMENT & GENERAL</u>	(D) <u>FUNDRAISING</u>
BAD DEBTS	15,269	15,269		
CLASSROOM SUPPLIES	173,517	173,517		
CONTRIBUTED GOODS & SERVICES	871,013	871,013		
DUES AND MEMBERSHIPS	15,148	10,255	4,458	435.
FOOD	173,540	173,522	8	10.
INSURANCE	121,294	115,380	4,209	1,705.
LEGAL & PROFESSIONAL	221,635	132,792	72,806	16,037.
MISCELLANEOUS	76,264	48,981	9,429	17,854.
STAFF TRAINING & DEVELOPMENT	116,364	111,578	2,164	2,622.
SUBSTITUTE TEACHERS	237,230	237,230		
TOTAL	<u>\$ 2,021,274</u>	<u>\$ 1,889,537</u>	<u>\$ 93,074</u>	<u>\$ 38,663.</u>

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**STATEMENT 6
FORM 990, PART III
ORGANIZATION'S PRIMARY EXEMPT PURPOSE**

TO PROVIDE PHYSICAL AND SPEECH THERAPY TO PERSONS AGE 0-21 AND DAY CARE FACILITIES FOR DISABLED AND ABLED CHILDREN AGES 0-5

**STATEMENT 7
FORM 990, PART IV, LINE 55B
INVESTMENTS - LAND, BUILDINGS, AND EQUIPMENT**

CATEGORY	BASIS	ACCUM DEPREC	BOOK VALUE
FURNITURE AND FIXTURES	\$ 4,414,327	\$ 350,707	\$ 4,063,620
TOTAL	<u>\$ 4,414,327</u>	<u>\$ 350,707</u>	<u>\$ 4,063,620</u>

**STATEMENT 8
FORM 990, PART IV, LINE 58
OTHER ASSETS**

BENEFICIAL INTEREST IN PERPETUAL TRUST DEPOSITS	\$ 363,597
	3,065
TOTAL	<u>\$ 366,662</u>

**STATEMENT 9
FORM 990, PART IV, LINE 65
OTHER LIABILITIES**

OTHER CURRENT LIABILITIES	\$ 23,548
TOTAL	<u>\$ 23,548</u>

**STATEMENT 10
FORM 990, PART V
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES**

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN- SATION	CONTRI- BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
DONNA DAVIDSON 3383 DEVON OAKS DR MARIETTA, GA 30066	PRESIDENT & CEO 40	\$ 148,592	\$ 13,415	\$ 0
KAREN BREWSTER 1005 HEATHMOOR CT NORCROSS, GA 30093	VICE PRESIDENT 40	73,661.	6,857	0

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STATEMENT 10 (CONTINUED)
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>
NICOLE CLIFTON PIERRE DELTA AIRLINES P O BOX 20574 ATLANTA, , GA 30320-2574	DIRECTOR NONE	\$ 0	\$ 0	\$ 0
DARRELL GIBSON, CENTURY 21 4175 DUNWOODY TERRACE ATLANTA, GA 30341	CHAIRMAN AS NEEDED	0	0	0
DANA HALBERG, THE ARDEN GROUP 3495 PIEDMONT RD NE ATLANTA, GA 30305	VICE-CHAIR AS NEEDED	0	0	0
ANNE RAMPACEK, ALSTON & BIRD 5625 HARBOR POINTE OAKWOOD, GA 30566	SECRETARY AS NEEDED	0	0	0
STERLING DAVIS, COX BROADCASTI 6205 PEACHTREE DUNWOODY RD ATLANTA, GA 30328	DIRECTOR AS NEEDED	0	0	0
MICHAEL GRILLAERT, KPMG 303 PEACHTREE ST , NE ATLANTA, GA 30308	TREASURER AS NEEDED	0	0	0
TOTAL		<u>\$ 222,253</u>	<u>\$ 20,272</u>	<u>\$ 0</u>

STATEMENT 11
FORM 990, PART VIII
RELATIONSHIP OF ACTIVITIES TO THE ACCOMPLISHMENT OF EXEMPT PURPOSES

<u>LINE #</u>	<u>EXPLANATION OF ACTIVITIES</u>
93A	ORGANIZATION PROVIDES THERAPY SERVICES AND DAY CARE FOR DISABLED CHILDREN, FOR WHICH IT RECEIVES SOME REMUNERATION
101	FUND RAISING ACTIVITIES ENHANCE COMMUNITY AWARENESS OF AND INVOLVEMENT WITH THE ORGANIZATION PARTICIPANTS BECOME MORE COGNIZANT OF THE NEEDS OF DISABLED AND LOW INCOME INDIVIDUALS AND CAN LEARN OF VOLUNTEER OPPORTUNITIES OFFERED BY THE ORGANIZATION TO ASSIST THEM
103	MISCELLANEOUS ITEMS RELATING TO DAYCARE AND THERAPY SERVICES WHICH ARE EXEMPT FUNCTION INCOME PRODUCERS

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STATEMENT 12
 SCHEDULE A, PART IV-A, LINE 22
 OTHER INCOME

DESCRIPTION	(A) 2000	(B) 1999	(C) 1998	(D) 1997	(E) TOTAL
PROGRAM SERVICE REVENUE	\$ 457,282	\$ 499,894	\$ 236,558	\$ 625,206	\$ 1,818,940
	0	0	0	0	0
OTHER REVENUE	-72,748	34,572	83,084	21,440	66,348
SPECIAL FUND RAISING EVENTS	252,552	225,901	258,241	426,169	1,162,863
ASSET SALE	-8,017	371,667	0	0	363,650
TOTAL	<u>\$ 629,069</u>	<u>\$ 1132034</u>	<u>\$ 577,883</u>	<u>\$ 1072815</u>	<u>\$ 3,411,801</u>

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**OTHER INFORMATION
VALUE OF ABOVE ITEMS (OPTIONAL) (82B)**

DONATED SERVICES AND RENT

	\$	877,161
TOTAL	\$	<u>877,161</u>