

Return of Organization Exempt from Income Tax

OMB No 1545-0047

2002

Open to Public Inspection

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

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

A For the 2002 calendar year, or tax year beginning 7/01, 2002, and ending 6/30, 2003

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
instruc-
tions.EXCEPTIONAL CHILDREN'S FOUNDATION
8740 WEST WASHINGTON BLVD
CULVER CITY, CA 90232

D Employer Identification Number

95-1690988

E Telephone number

(310) 204-3300

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 GEN

M Check ☐ if the organization is not required
to attach Schedule B (Form 990, 990-EZ, or 990-PF).

G Web site: ▶ ECF-LA.ORG

J Organization type
(check only one)☒ 501(c) 3 (insert no) ☐ 4947(a)(1) or ☐ 527K 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 ▶ 24,505,871.

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See Instructions)

1 Contributions, gifts, grants, and similar amounts received.

a Direct public support

1a 820,144.

b Indirect public support

1b

c Government contributions (grants)

1c 8,838,198.

d Total (add lines 1a through 1c) (cash \$ 9,658,342. noncash \$)

1d 9,658,342.

2 Program service revenue including government fees and contracts (from Part VII, line 93)

2 2,787,901.

3 Membership dues and assessments

3

4 Interest on savings and temporary cash investments

4

5 Dividends and interest from securities

5 266,797.

6a Gross rents

6a 42,510.

b Less: rental expenses

6b

c Net rental income or (loss) (subtract line 6b from line 6a)

6c 42,510.

7 Other investment income (describe)

7

8a Gross amount from sales of assets other
than inventory

(A) Securities

(B) Other

11,715,035.

8a

b Less: cost or other basis and sales expenses

12,470,038.

8b

c Gain or (loss) (attach schedule) Statement 1

-755,003.

8c

d Net gain or (loss) (combine line 8c, columns (A) and (B))

8d -755,003.

9 Special events and activities (attach schedule)

a Gross revenue (not including \$ of contributions
reported on line 1a)

9a

b Less: direct costs 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

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 35,286.

12 Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)

12 12,035,833.

13 Program services (from line 44, column (B))

13 11,643,486.

14 Management and general (from line 44, column (C))

14 1,377,217.

15 Fundraising (from line 44, column (D))

15 385,859.

16 Payments to affiliates (attach schedule)

16

17 Total expenses (add lines 16 and 44, column (A))

17 13,406,562.

18 Excess or (deficit) for the year (subtract line 17 from line 12)

18 -1,370,729.

19 Net assets or fund balances at beginning of year (from line 73, column (A))

19 15,303,659.

20 Other changes in net assets or fund balances (attach explanation)

See Statement 2

20 233,933.

21 Net assets or fund balances at end of year (combine lines 18, 19, and 20)

21 14,166,863.

G13

74

SCANNED MAY 24 2004

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OCDEN, UT

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	194,188.	171,129.	17,388.	5,671.
26 Other salaries and wages	26	6,905,145.	5,892,163.	824,956.	188,026.
27 Pension plan contributions	27				
28 Other employee benefits	28				
29 Payroll taxes	29				
30 Professional fundraising fees	30				
31 Accounting fees	31				
32 Legal fees	32				
33 Supplies	33	230,692.	196,726.	27,472.	6,494.
34 Telephone	34	139,866.	116,113.	17,593.	6,160.
35 Postage and shipping	35				
36 Occupancy	36	576,610.	564,815.	10,213.	1,582.
37 Equipment rental and maintenance	37	63,626.	43,196.	16,185.	4,245.
38 Printing and publications	38				
39 Travel	39				
40 Conferences, conventions, and meetings	40				
41 Interest	41	353,902.	317,232.	30,845.	5,825.
42 Depreciation, depletion, etc (attach schedule)	42	382,990.	289,083.	88,238.	5,669.
43 Other expenses not covered above (itemize)					
a See Statement 3	43a	4,559,543.	4,053,029.	344,327.	162,187.
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	13,406,562.	11,643,486.	1,377,217.	385,859.

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 AccomplishmentsWhat is the organization's primary exempt purpose? ☒ See Statement 4

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 and 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 5			
(Grants and allocations \$ _____)			11,643,486.
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)			11,643,486.

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	979,339.	45	356,386.
	46 Savings and temporary cash investments		46	
	47a Accounts receivable	1,361,613.		
	b Less: allowance for doubtful accounts	17,049.	47c	1,344,564.
	48a Pledges receivable			
	b Less: allowance for doubtful accounts		48c	
	49 Grants receivable		49	
	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	199,871.	52	212,816.
	53 Prepaid expenses and deferred charges	161,190.	53	288,230.
	54 Investments — securities (attach schedule) ☐ Cost ☒ FMV	8,645,636.	54	8,519,102.
	55a Investments — land, buildings, & equipment: basis			
	b Less: accumulated depreciation (attach schedule)		55c	
56 Investments — other (attach schedule)		56		
57a Land, buildings, and equipment: basis	15,715,096.			
b Less: accumulated depreciation (attach schedule) Statement 6	6,679,525.	57c	9,035,571.	
58 Other assets (describe See Statement 7)	735,545.	58	679,598.	
59 Total assets (add lines 45 through 58) (must equal line 74)	21,266,798.	59	20,436,267.	
LIABILITIES	60 Accounts payable and accrued expenses	1,005,892.	60	1,444,247.
	61 Grants payable		61	
	62 Deferred revenue	4,098.	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)	4,444,019.	64b	4,311,655.
	65 Other liabilities (describe See Statement 8)	509,130.	65	513,502.
	66 Total liabilities (add lines 60 through 65)	5,963,139.	66	6,269,404.
NET ASSETS OR FUND BALANCES	Organizations that follow SFAS 117, check here ☒ and complete lines 67 through 69 and lines 73 and 74.			
	67 Unrestricted	14,953,853.	67	13,887,243.
	68 Temporarily restricted	349,806.	68	279,620.
	69 Permanently restricted		69	
	Organizations that do not follow SFAS 117, check here ☐ and complete lines 70 through 74			
	70 Capital stock, trust principal, or current funds		70	
	71 Paid-in or capital surplus, or land, building, and equipment fund		71	
	72 Retained earnings, endowment, accumulated income, or other funds		72	
	73 Total net assets or fund balances (add lines 67 through 69 or lines 70 through 72, column (A) must equal line 19, column (B) must equal line 21)	15,303,659.	73	14,166,863.
	74 Total liabilities and net assets/fund balances (add lines 66 and 73)	21,266,798.	74	20,436,267.

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

a	Total revenue, gains, and other support per audited financial statements.	a	12,356,559.
b	Amounts included on line a but not on line 12, Form 990		
(1)	Net unrealized gains on investments \$ 320,726.		
(2)	Donated services and use of facilities \$		
(3)	Recoveries of prior year grants \$		
(4)	Other (specify)		
	Add amounts on lines (1) through (4)	b	320,726.
c	Line a minus line b	c	12,035,833.
d	Amounts included on line 12, Form 990 but not on line a :		
(1)	Investment expenses not included on line 6b, Form 990 \$		
(2)	Other (specify)		
	Add amounts on lines (1) and (2)	d	
e	Total revenue per line 12, Form 990 (line c plus line d)	e	12,035,833.

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

a	Total expenses and losses per audited financial statements	a	13,406,562.
b	Amounts included on line a but not on line 17, Form 990:		
(1)	Donated services and use of facilities \$		
(2)	Prior year adjustments reported on line 20, Form 990 \$		
(3)	Losses reported on line 20, Form 990 \$		
(4)	Other (specify)		
	Add amounts on lines (1) through (4)	b	
c	Line a minus line b	c	13,406,562.
d	Amounts included on line 17, Form 990 but not on line a :		
(1)	Investment expenses not included on line 6b, Form 990 \$		
(2)	Other (specify)		
	Add amounts on lines (1) and (2)	d	
e	Total expenses per line 17, Form 990 (line c plus line d)	e	13,406,562.

Part V List of Officers, Directors, Trustees, and Key Employees (List each one even if not compensated; see instructions.)

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (if not paid, enter -0-)	(D) Contributions to employee benefit plans and deferred compensation	(E) Expense account and other allowances
See Statement 9				
		194,188.	5,535.	0.

75 Did any officer, director, trustee, or key employee receive aggregate compensation of more than \$100,000 from your organization and all related organizations, of which more than \$10,000 was provided by the related organizations?

► ☐ Yes

☒ No

If 'Yes,' attach schedule — see instructions

Part VI Other Information (See 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	76		X
77 Were any changes made in the organizing or governing documents but not reported to the IRS? If 'Yes,' attach a conformed copy of the changes	77		X
78a Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?	78a		X
b If 'Yes,' has it filed a tax return on Form 990-T for this year?	78b	N/A	
79 Was there a liquidation, dissolution, termination, or substantial contraction during the year? If 'Yes,' attach a statement.	79		X
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?	80a	X	
b If 'Yes,' enter the name of the organization VALVERDE, INC. and check whether it is ☒ exempt or ☐ nonexempt			
81a Enter direct or indirect political expenditures. See line 81 instructions	81a	0.	
b Did the organization file Form 1120-POL for this year?	81b		X
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?	82a	X	
b If 'Yes,' you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III)	82b		
83a Did the organization comply with the public inspection requirements for returns and exemption applications?	83a	X	
b Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	83b	X	
84a Did the organization solicit any contributions or gifts that were not tax deductible?	84a		X
b If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	84b	N/A	
85 501(c)(4), (5), or (6) organizations a Were substantially all dues nondeductible by members?	85a	N/A	
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.	85b	N/A	
c Dues, assessments, and similar amounts from members	85c	N/A	
d Section 162(e) lobbying and political expenditures	85d	N/A	
e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85e	N/A	
f Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f	N/A	
g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	85g	N/A	
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	N/A	
86 501(c)(7) organizations Enter. a Initiation fees and capital contributions included on line 12	86a	N/A	
b Gross receipts, included on line 12, for public use of club facilities	86b	N/A	
87 501(c)(12) organizations Enter. a Gross income from members or shareholders	87a	N/A	
b Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them)	87b	N/A	
88 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	88		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.	89a		
b 501(c)(3) and 501(c)(4) organizations Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If 'Yes,' attach a statement explaining each transaction	89b		X
c Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958		0.	
d Enter: Amount of tax on line 89c, above, reimbursed by the organization		0.	
90a List the states with which a copy of this return is filed CALIFORNIA	90a		
b Number of employees employed in the pay period that includes March 12, 2002 (See instructions)	90b	241	
91 The books are in care of MIGUEL PEREZ Telephone number 310-845-8025 Located at 8740 W WASHINGTON BLVD, CULVER CITY, CA ZIP + 4 90232			
92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 - Check here ☐ and enter the amount of tax-exempt interest received or accrued during the tax year	92	N/A	

BAA

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 CONTRACT SALES					2,740,331.
b SALES FROM SHELTERED					47,570.
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					
96 Dividends & interest from securities			14	266,797.	
97 Net rental income or (loss) from real estate:					
a debt-financed property			30	42,510.	
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			18	-755,003.	
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue					
a					
b MISC INCOME			1	35,286.	
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))				-410,410.	2,787,901.
105 Total (add line 104, columns (B), (D), and (E))					2,377,491.

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).
1	See Statement 10
2	
3	
4	

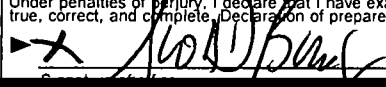
Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See instructions.)

(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)

Please Sign	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

12/5/04

W S LRD

Date

Check if
self-Preparer's SSN or PTIN (see
General Instruction W)

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 Section 4947(a)(1) Nonexempt Charitable Trust

Supplementary Information — (See separate instructions.)

OMB No 1545-0047

2002▶ **MUST be completed by the above organizations and attached to their Form 990 or 990-EZ.**

Name of the organization

EXCEPTIONAL CHILDREN'S FOUNDATION

Employer identification number

95-1690988

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 and deferred compensation	(e) Expense account and other allowances
<u>CARMELA BURKE</u>	DEVELOPMENT DIR			
8740 WASHINGTON BLVD, LA, CA 90232	FULL TIME	53,004.	2,603.	0.
<u>ELINOR SZEKUNDA</u>	PROGRAM DIRECTO			
8740 WASHINGTON BLVD, LA, CA 90232	FULL TIME	55,368.	2,644.	0.
<u>KAREN KATO</u>	DIRECTOR ADMIN			
8740 WASHINGTON BLVD, LA, CA 90232	FULL TIME	77,082.	3,012.	0.
<u>SANDY WOLFF</u>	DIR EXTERNAL RE			
8740 WASHINGTON BLVD, LA, CA 90232	FULL TIME	73,089.	2,944.	0.
<u>SHIRLEY BIANCE</u>	PROGRAM DIRECTO			
8740 WASHINGTON BLVD, LA, CA 90232	FULL TIME	66,181.	2,827.	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
<u>MARA WASSERMAN</u>		
13948 MOORPARK ST #6, SHERMAN OAKS, CA 91423	CLIENT REHAB	110,915.
<u>MILLER & STANDEL</u>		
13400 RIVERSIDE DR #208, SHERMAN OAKS, CA 914	CLIENT REHAB	65,028.
<u>GIOVANNI PRIANO OTR/L</u>		
882 MAPLEWOOD AV, NEWBURY PARK, CA 91326	CLIENT REHAB	69,338.
<u>AKPT INC. AHMER KHAN</u>		
PO BOX 7084, ALHAMBRA, CA 91802	CLIENT REHAB	63,540.
Total number of others receiving over \$50,000 for professional services	0	

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

Schedule A (Form 990 or 990-EZ) 2002

Part III Statements About Activities (See 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 ▶ \$ N/A

(Must equal amounts on line 38, Part VI-A, or line i of Part VI-B)

1 X

Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking 'Yes,' must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.

- 2 During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is 'Yes,' attach a detailed statement explaining the transactions.)

a Sale, exchange, or leasing of property?

2a X

b Lending of money or other extension of credit?

2b X

c Furnishing of goods, services, or facilities?

2c X

See Form 990, Part V

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

2d X

e Transfer of any part of its income or assets?

2e X

- 3 Does the organization make grants for scholarships, fellowships, student loans, etc? (See Note below)

3 X

- 4 Do you have a section 403(b) annuity plan for your employees?

4 X

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

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) 2001	(b) 2000	(c) 1999	(d) 1998	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	11,548,914.	779,087.	233,083.	552,593.	13,113,677.
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	481,788.	9,845,320.	8,916,077.	8,323,243.	27,566,428.
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	295,060.	418,006.	22,575.	37,336.	772,977.
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 11	94,744.	113,502.	67,018.		275,264.
23 Total of lines 15 through 22	12,420,506.	11,155,915.	9,238,753.	8,913,172.	41,728,346.
24 Line 23 minus line 17	11,938,718.	1,310,595.	322,676.	589,929.	14,161,918.
25 Enter 1% of line 23	124,205.	111,559.	92,388.	89,132.	

26 Organizations described on lines 10 or 11:	a Enter 2% of amount in column (e), line 24	26a	283,238.
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 1998 through 2001 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	14,161,918.
d Add Amounts from column (e) for lines: 18 772,977. 19 22 275,264. 26b		26d	1,048,241.
e Public support (line 26c minus line 26d total)		26e	13,113,677.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))		26f	92.60 %

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. (2001) _____ (2000) _____ (1999) _____ (1998) _____	
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. (2001) _____ (2000) _____ (1999) _____ (1998) _____	
c Add Amounts from column (e) for lines: 15 16 17 20 21	27c
d Add Line 27a total and line 27b total	27d
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 1998 through 2001, 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?	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?	34b		
	If you answered 'Yes' to either 34a or b, please explain using an attached statement.			
35	Does the organization certify that it has complied with the applicable requirements of sections 4 01 through 4 05 of Rev Proc 75-50, 1975-2 C B 587, covering racial nondiscrimination? If 'No,' attach an explanation	35		

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

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
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Limits on Lobbying Expenditures

(The term 'expenditures' means amounts paid or incurred)

		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	41
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	
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.)

	Lobbying Expenditures During 4 -Year Averaging Period				
Calendar year (or fiscal year beginning in) ▶	(a) 2002	(b) 2001	(c) 2000	(d) 1999	(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

[illegible]

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 instructions)

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Statement 1
Form 990, Part I, Line 8
Net Gain (Loss) from Noninventory Sales

Publicly Traded Securities

Gross Sales Price: 11,715,035.
 Cost or Other Basis: 12,470,038.

Total Gain (Loss) Publicly Traded Securities \$ -755,003.

Total Net Gain (Loss) From Noninventory Sales \$ -755,003.

Statement 2
Form 990, Part I, Line 20
Other Changes in Net Assets or Fund Balances

PENSION LIABILITY ADJUSTMENT	\$ -86,793.
UNREALIZED INVESTMENT GAIN	320,726.
Total	\$ <u>233,933.</u>

Statement 3
Form 990, Part II, Line 43
Other Expenses

	(A) Total	(B) Program Services	(C) Management & General	(D) Fundraising
AGENCY/ASSOCIATION DUES	16,254.	1,035.	15,219.	
CLIENT/TRAINEE PAYROLL	1,602,686.	1,602,686.		
EVENTS AND PUBLICATIONS	189,404.	18,985.	51,321.	119,098.
INSURANCE	133,901.	64,314.	69,036.	551.
OTHER EXPENSES	77,863.	39,952.	24,258.	13,653.
OTHER PRODUCTION COSTS	239,790.	238,645.	1,139.	6.
PRODUCTION EQUIPMENT	32,949.	32,949.		
PRODUCTION PAYROLL AND BENEFIT	753,234.	753,234.		
PRODUCTION RELATED EXPENSES	290,917.	290,917.		
STAFF MILEAGE	94,237.	90,706.	3,114.	417.
STAFF SUPPORT	850,918.	682,120.	143,393.	25,405.
STAFF TRAINING & DEVELOPMENT	14,179.	6,401.	7,212.	566.
TAXES AND LICENSES	30,403.	24,629.	5,483.	291.
UTILITIES	198,417.	187,180.	9,177.	2,060.
VEHICLE EXPENSES	34,391.	19,276.	14,975.	140.
Total	\$ <u>4559543.</u>	\$ <u>4053029.</u>	\$ <u>344,327.</u>	\$ <u>162,187.</u>

Statement 4
Form 990, Part III
Organization's Primary Exempt Purpose

THE EXCEPTIONAL CHILDREN'S FOUNDATION (ECF) IS AN EDUCATIONAL, REHABILITATION, SOCIAL SERVICE, AND ADVOCACY AGENCY THAT PROVIDES SERVICES FROM BIRTH THROUGH ADULTHOOD FOR INDIVIDUALS WITH MENTAL RETARDATION AND OTHER DEVELOPMENTAL DISABILITIES. THE MISSION OF ECF IS TO CREATE, PROVIDE AND ENHANCE INNOVATIVE

EXCEPTIONAL CHILDREN'S FOUNDATION

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Statement 4 (continued)

Form 990, Part III

Organization's Primary Exempt Purpose

PROGRAMS FOR CHILDREN AND ADULTS WITH DEVELOPMENTAL DISABILITIES AND ACQUIRED BRAIN INJURIES THAT WILL IMPROVE THEIR LIVES AND ENABLE THEM TO ACHIEVE THEIR GREATEST POTENTIAL, UNDERTAKE AND SUPPORT ADVOCACY PROGRAMS AND PROMOTE RESEARCH THAT BENEFITS INDIVIDUALS WITH DEVELOPMENTAL DISABILITIES AND ENHANCE AWARENESS OF ECF AND THE CONSUMERS WE SERVE.

Statement 5

Form 990, Part III, Line a

Statement of Program Service Accomplishments

Description	Grants and Allocations	Program Service Expenses
EARLY START: THE EARLY START PROGRAM PROVIDES HIGH QUALITY THERAPEUTIC INTERVENTION SERVICES TO ECF'S SMALLEST CLIENTS AND THEIR FAMILIES IN NATURAL CENTER-BASED AND HOME SETTINGS. FROM SITES IN LOS ANGELES, LOMITA AND ARLETA, EARLY START OFFERS BOTH CENTER-BASED AND HOME VISIT SERVICES FOR INFANTS AND TODDLERS, AGE 0-3, WHO ARE DEVELOPMENTALLY DELAYED, DISABLED, OR "AT RISK." NINETY PERCENT OF A CHILD'S BRAIN GROWTH OCCURS BY AGE THREE. DURING THESE CRITICAL YEARS, WINDOWS OF OPPORTUNITY OPEN - AND SOMETIMES CLOSE - FOR VITAL LEARNING IN SENSORY DEVELOPMENT, LANGUAGE ACQUISITION, AS WELL AS EMOTIONAL AND MENTAL HEALTH. A STIMULATING LEARNING ENVIRONMENT, POSITIVE SOCIAL EXPERIENCES, AND POSITIVE PARENT-CHILD INTERACTIONS ARE ESSENTIAL FOR THE HEALTHY DEVELOPMENT OF A CHILD.		2,555,222.
THE ART CENTER: THE ART CENTER IN LOS ANGELES ENCOURAGES, ASSISTS AND SUPPORTS MAXIMUM PERSONAL DEVELOPMENT IN ADULTS WITH DEVELOPMENTAL DISABILITIES THROUGH THE MEDIUM OF ART. ECF ARTISTS RANGE IN AGE FROM 18 TO 65 WITH DISABILITIES THAT INCLUDE MENTAL RETARDATION, CEREBRAL PALSY, EPILEPSY, AUTISM AND/OR EMOTIONAL DISORDERS. ESTABLISHED IN 1968, THE ART CENTER HAS BECOME NATIONALLY RECOGNIZED FOR LEADERSHIP IN DEMONSTRATING THAT INDIVIDUALS WITH DEVELOPMENTAL DISABILITIES HAVE THE ABILITY TO PRODUCE FINE ART. MANY OF THE ARTISTS HAVE WON AWARDS IN JURIED SHOWS THROUGHOUT THE UNITED STATES. IN ADDITION TO ART CLASSES, THE PROGRAM ALSO OFFERS ACADEMICS AND INDEPENDENT LIVING SKILLS TRAINING.		764,979.
DEVELOPMENTAL ACTIVITIES CENTERS: DEVELOPMENTAL ACTIVITIES CENTERS IN CULVER CITY AND LOS ANGELES OFFER ADULTS WITH MODERATE TO PROFOUND MENTAL RETARDATION AND OTHER DEVELOPMENTAL DISABILITIES A STEPPING STONE TO INDEPENDENCE. THE WESTSIDE PROGRAM UTILIZES CLASSROOM AND NATURAL ENVIRONMENTS TO PROVIDE TRAINING AND SUPPORT SERVICES IN THE AREAS OF SELF-CARE, SELF-ADVOCACY, COMMUNITY INTEGRATION AND VOCATIONAL SKILLS. THE LOS ANGELES PROGRAM IS AN INNOVATIVE SIMULATED COMMUNITY THAT HAS WON ADMIRATION AND ACCLAIM FOR CREATIVITY AS A LEARNING ENVIRONMENT. ADULT PARTICIPANTS ACHIEVE THEIR MAXIMUM POTENTIAL FOR INDEPENDENCE THROUGH "LEARNING STORES" THAT TAKE THE PLACE OF TRADITIONAL CLASSROOMS AND PROVIDE A CONTINUUM OF SERVICES IN WHICH THEY MUST LEARN TO FUNCTION AND REINFORCE IN THE MAINSTREAM		

EXCEPTIONAL CHILDREN'S FOUNDATION

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Statement 5 (continued)
Form 990, Part III, Line a
Statement of Program Service Accomplishments

Description	Grants and Allocations	Program Service Expenses
SOCIETY. MEANWHILE, RECOGNIZING THAT MORE INDIVIDUALS WITH DEVELOPMENTAL DISABILITIES ARE SURVIVING INTO OLD AGE, THE PROGRAM OFFERS YOUNG-AT-HEART SENIOR SERVICES. THIS IS A NATIONALLY-RECOGNIZED MODEL RECREATIONAL, HEALTH AND FITNESS PROGRAM SUITED FOR SENIOR CITIZENS.		1,305,242.
PRODUCTION AND REHABILITATION (PAR) SERVICES: AT ECF'S PRODUCTION AND REHABILITATION (PAR) SERVICES WORK TRAINING CENTERS IN CULVER CITY, LOS ANGELES, AND SANTA FE SPRINGS, PROGRAM PARTICIPANTS DEVELOP WORK HABITS AND APPROPRIATE SOCIAL SKILLS WHILE MAINTAINING PRODUCTIVITY IN MEETING GOVERNMENTAL AND PRIVATE CONTRACT REQUIREMENTS FOR MANUFACTURING, PACKAGING AND ASSEMBLY. THE PURPOSE OF THE PROGRAM IS TO PROVIDE FACILITY-BASED VOCATIONAL TRAINING AND PAID WORK IN ORDER TO IMPROVE EARNING POTENTIAL AND INDEPENDENT FUNCTIONING OF PERSONS WITH DEVELOPMENTAL DISABILITIES, AND PROMOTE TRANSITION TO SUPPORTED AND/OR COMPETITIVE EMPLOYMENT SETTINGS.		2,340,160.
SUPPORTED EMPLOYMENT: SUPPORTED EMPLOYMENT PROVIDES COMMUNITY-INTEGRATED JOB PLACEMENTS, ON-THE-JOB TRAINING, AND SUPPORT SERVICES TO ADULTS WITH MENTAL RETARDATION AND OTHER DEVELOPMENTAL DISABILITIES. FOR PROGRAM PARTICIPANTS, THIS IS A MUCH-AWAITED GATEWAY TO INDEPENDENCE. UNDER SUPERVISOR OF AN ECF JOB COACH, PARTICIPANTS ARE HIRED BY LOCAL BUSINESSES TO PERFORM CLERICAL, JANITORIAL, GROUNDS MAINTENANCE AND FOOD SERVICE ASSIGNMENTS.		2,558,806.
RESIDENTIAL: RESIDENTIAL PROVIDES HIGH-QUALITY INDEPENDENT LIVING AND GROUP HOME SERVICES IN A VARIETY OF RESIDENTIAL NEIGHBORHOODS FOR ADULTS WITH MILD DEVELOPMENTAL DISABILITIES. RESIDENTS ARE OFFERED THE LEAST RESTRICTIVE RESIDENTIAL SERVICES TO PROMOTE HEALTHFUL AND FULFILLING LIFESTYLES OF THEIR INFORMED CHOICE. TRAINING IS CONDUCTED IN TWO 13-UNIT APARTMENT COMPLEXES - ONE IN LOS ANGELES AND THE OTHER IN WHITTIER. INSTRUCTION INCLUDES MONEY MANAGEMENT, MEAL PLANNING, HOUSEKEEPING AND COMMUNITY AWARENESS. FOR ADULTS WITH MORE SEVERE DISABILITIES, THERE IS LONG-TERM COMMUNITY INTEGRATED GROUP LIVING IN ECF'S GROUP HOME IN RESEDA FOR 13 RESIDENTS WHO NEED 24-HOUR SUPERVISION AND ASSISTANCE. THE BUTTERFLY PROJECT IS FOR CONSUMERS RELEASED FROM STATE DEVELOPMENTAL CENTERS THAT REQUIRE 24 HOUR/DAY SUPPORT TO LIVE INDEPENDENTLY IN THE COMMUNITY. DURING FISCAL YEAR ENDED 2002, ECF SERVED 11 CONSUMERS.		2,010,715.
SUMMER CAMP: SUMMER CAMP REMAINS A MUCH-AWAITED INTERLUDE FOR ECF PROGRAM PARTICIPANTS. SPENDING A WEEK IN NATURE EVERY YEAR, NEARLY 100 ADULTS ENJOY A MEMORABLE CAMPING EXPERIENCE: DAYS OF HIKING, SWIMMING, CANOEING, MARSHMALLOW-TOASTING, ARTS AND CRAFTS, GHOST STORIES, AND NOISY INSECTS. IN ADDITION, PARENTS FIND SOME RESPIRE WHILE PARTICIPANTS SAVOR THEIR SUMMER. OUR CAMPERS RETURN HOME HAPPIER AND MORE CONFIDENT OF THEIR ABILITY TO TAKE ON LIFE.		108,362.

EXCEPTIONAL CHILDREN'S FOUNDATION

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Statement 5 (continued)
Form 990, Part III, Line a
Statement of Program Service Accomplishments

Description	Grants and Allocations	Program Service Expenses
	\$ 0.	\$ 11643486.

Statement 6
Form 990, Part IV, Line 57
Land, Buildings, and Equipment

Category	Basis	Accum. Deprec.	Book Value
Automobiles / Transportation Equipment	\$ 132,318.	\$ 112,152.	\$ 20,166.
Furniture and Fixtures	2,079,127.	1,931,299.	147,828.
Machinery and Equipment	462,460.	211,946.	250,514.
Buildings	9,033,123.	4,331,184.	4,701,939.
Improvements	216,729.	92,944.	123,785.
Land	3,791,339.		3,791,339.
Total	\$ 15,715,096.	\$ 6,679,525.	\$ 9,035,571.

Statement 7
Form 990, Part IV, Line 58
Other Assets

BOND RESERVES	\$ 117,855.
Net Intangible Assets	411,931.
REPLACEMENT RESERVES	122,302.
RESIDUAL RECEIPTS RESERVES	19,945.
TENANT SECURITY DEPOSITS	7,565.
Total	\$ 679,598.

Statement 8
Form 990, Part IV, Line 65
Other Liabilities

DUE TO RELATED ENTITY	\$ 28,742.
MINIMUM PENSION LIABILITY	484,760.
Total	\$ 513,502.

EXCEPTIONAL CHILDREN'S FOUNDATION

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Statement 9

Form 990, Part V

List of Officers, Directors, Trustees, and Key Employees

Name and Address	Title and Average Hours Per Week Devoted	Compensation	Contribution to EBP & DC	Expense Account/ Other
SCOTT BOWLING 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	President/CEO FULL TIME	\$ 116,938.	\$ 2,520.	\$ 0.
EDNA M. CHISM, ESQ. 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Director VARIOUS	0.	0.	0.
KEVIN D. DEBRE, ESQ. 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Director VARIOUS	0.	0.	0.
MIGUEL PEREZ 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	CFO FULL TIME	77,250.	3,015.	0.
STEVEN J. ROSE 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	PAST BOD CHAIR VARIOUS	0.	0.	0.
SHIRLEY D. DEUTSCH, ESQ. 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Director VARIOUS	0.	0.	0.
PHYLLIS GAINSBOROUGH, MS, MFT 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Director VARIOUS	0.	0.	0.
GENE SICILIANO, B.S., C.P.A. 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	1ST VICE CHAIR VARIOUS	0.	0.	0.
MARILYN MANN LINDQUIST, M.S.N. 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Secretary VARIOUS	0.	0.	0.
JOSEPH N. TILEM, ESQ. 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Director VARIOUS	0.	0.	0.
LESLIE B. ABELL, ESQ. 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	BOD CHAIR VARIOUS	0.	0.	0.
GRETCHEN S. LEWOTSKY 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Director VARIOUS	0.	0.	0.

EXCEPTIONAL CHILDREN'S FOUNDATION

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Statement 9 (continued)

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
MELBA T. SANDERS 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Director VARIOUS	\$ 0.	\$ 0.	\$ 0.
GERALD R. CHERNIN 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Director VARIOUS	0.	0.	0.
BRUCE DALE 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	BOARD OF GOV. VARIOUS	0.	0.	0.
CHARLES M. GRACE 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Director VARIOUS	0.	0.	0.
KLINT JAMES MCKAY, ESQ. 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Treasurer VARIOUS	0.	0.	0.
ARTHUR D. NADDOUR 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Director VARIOUS	0.	0.	0.
BRADLEY STALLARD 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Director VARIOUS	0.	0.	0.
MARGARET I. VENNIE 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Director VARIOUS	0.	0.	0.
RAFER JOHNSON 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	BOARD OF GOV. VARIOUS	0.	0.	0.
LARRY HAGMAN 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	BOARD OF GOV. VARIOUS	0.	0.	0.
JERRY MOSS 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	BOARD OF GOV. VARIOUS	0.	0.	0.
ROBERT D. SHUSHAN, ED.D. 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	Pres. EMERITUS VARIOUS	0.	0.	0.

EXCEPTIONAL CHILDREN'S FOUNDATION

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Statement 9 (continued)
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
MARILYN KATLEMAN 8740 W. WASHINGTON BLVD. CULVER CITY, CA 90232	BOARD OF GOV. VARIOUS	\$ 0.	\$ 0.	\$ 0.
Total		\$ 194,188.	\$ 5,535.	\$ 0.

Statement 10
Form 990, Part VIII
Relationship of Activities to the Accomplishment of Exempt Purposes

Line #	Explanation of Activities
93A	CONTRACT FEES RECEIVED IN EXCHANGE FOR JANITORIAL AND LIGHT MANUFACTURING SERVICES PROVIDED BY DEVELOPMENTALLY DISABLED INDIVIDUALS AS PART OF PROGRAM SERVICES.
93B	REVENUE FROM PRODUCTS MADE IN SHELTERED WORKSHOPS BY THE DEVELOPMENTALLY DISABLED.

Statement 11
Schedule A, Part IV-A, Line 22
Other Income

Description	(a) 2001	(b) 2000	(c) 1999	(d) 1998	(e) Total
MISCELLANEOUS	\$ 36,287.	\$ 52,399.	\$ 67,018.	\$ 0.	\$ 155,704.
RENTAL INCOME	58,457.	61,103.	0.	0.	119,560.
Total	\$ 94,744.	\$ 113,502.	\$ 67,018.	\$ 0.	\$ 275,264.

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95-1690988

**Balance Sheet
Securities (Form 990) [O]**

COMMON STOCK	\$	1,252,352.
CORPORATE DEBT SECURITIES		0.
GOVERNMENT DEBT SECURITIES		1,030,040.
EQUITY FUNDS		6,236,710.
Total	\$	<u>8,519,102.</u>

**Balance Sheet
Intangible assets [O]**

DEFERRED FINANCING COSTS	\$	247,879.
PENSION INTANGIBLE ASSET		233,852.
Total	\$	<u>481,731.</u>

If you are filing for an Additional (not automatic) 3-Month Extension, complete only Part II and check this box ☒

Note: Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868.

If you are filing for an Automatic 3-Month Extension, complete only Part I (on page 1)

Part II Additional (not automatic) 3-Month Extension of Time – Must File Original and One Copy.

Type or print	Name of Exempt Organization	Employer identification number	
	EXCEPTIONAL CHILDREN'S FOUNDATION		95-1690988
	Number, street, and room or suite number. If a P.O. box, see instructions		For IRS Use Only
File by the extended due date for filing the return. See instructions	8740 WEST WASHINGTON BLVD		
	City, town or post office, state, and ZIP code. For a foreign address, see instructions.		
	CULVER CITY, CA 90232		

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

☒ Form 990 ☐ Form 990-EZ ☐ Form 990-T (Section 401(a) or 408(a) trust) ☐ Form 1041-A ☐ Form 5227 ☐ Form 8870
☐ Form 990-BL ☐ Form 990-PF ☐ Form 990-T (trust other than above) ☐ Form 4720 ☐ Form 6069

Stop: Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.

• If the organization does not have an office or place of business in the United States, check this box ☐
 • If this is for a **Group Return**, enter the organizations four digit Group Exemption Number (GEN). _____ If this is for the whole group, check this box ☐. If it is part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension is for.

4 I request an additional 3-month extension of time until 5/15, 20 04.
 5 For calendar year _____, or other tax year beginning 7/01, 20 02 and ending 6/30, 20 03.
 6 If this tax year is for less than 12 months, check reason: ☐ Initial return ☐ Final return ☐ Change in accounting period
 7 State in detail why you need the extension: TAXPAYER RESPECTFULLY REQUESTS ADDITIONAL TIME TO GATHER INFORMATION NECESSARY TO FILE A COMPLETE AND ACCURATE TAX RETURN.

8a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions. \$ _____
 b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868 \$ _____
 c **Balance due.** Subtract line 8b from line 8a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions. \$ _____

Signature and Verification

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form

Signature [Signature] Title CPA Date 2/9/04

Notice to Applicant – To be Completed by the IRS

☒ We have approved this application. Please attach this form to the organization's return.
☐ We have not approved this application. However, we have granted a 10-day grace period from the later of the date shown below or the due date of the organization's return (including any prior extensions). This grace period is considered to be a valid extension of time for elections otherwise required to be made on a timely filed return. Please attach this form to the organization's return.
☐ We have not approved this application. After considering the reasons stated in item 7, we cannot grant your request for an extension of time to file. We are not granting a 10-day grace period.
☐ We cannot consider this application because it was filed after the due date of the return for which an extension was requested.
☐ Other: _____

EXTENSION APPROVED

MAR 01 2004

Director _____ By _____
 Alternate Mailing Address – Enter the address if you want the copy of this application for an additional 3-month extension to be sent to a different address than the one entered above.

Type or print	Name
	RBZ, LLP
	Number and street (include suite, room, or apartment number) or a P.O. box number
	11755 WILSHIRE BLVD. SUITE 900
	City or town, province or state, and country (including postal or ZIP code)
	LOS ANGELES, CA 90025-1506