Form **990**

Department of the Treasury
Internal Revenue Service

Return of Organization Exempt From Income Tax

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

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

OMB No 1545-0047

2003

Open to Public Inspection

A For the 2003 calendar year, or tax year beginning 07/01/03 and ending 06/30/04

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.

C Name of organization: Challenger Center for Space Science Education

Number and street (or P O box if mail is not delivered to street address): 1250 North Pitt Street | Room/suite

City or town state or country, and ZIP + 4: Alexandria, VA 22314

D Employer identification number: 76 : 0192067

E Telephone number: (703) 683-9740

F Accounting method ☐ Cash ☑ Accrual ☐ Other (specify) ▶

• Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

G Web site· ▶ www.challenger.org

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

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

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 7,228,731

H and I are not applicable to section 527 organizations

H(a) Is this a group return for affiliates? ☐ Yes ☑ No

H(b) If "Yes," enter number of affiliates ▶ ....

H(c) Are all affiliates included? ☐ Yes ☐ No (If "No," attach a list See instructions)

H(d) Is this a separate return filed by an organization covered by a group ruling? ☐ Yes ☑ No

I Group Exemption Number ▶

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

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See page 18 of the instructions)

Revenue

1	Contributions, gifts, grants, and similar amounts received				
a	Direct public support	1a	2,105,235		
b	Indirect public support	1b			
c	Government contributions (grants)	1c	1,778,258		
d	**Total** (add lines 1a through 1c) (cash $ 3,726,355 noncash $ 157,138)			1d	3,883,493
2	Program service revenue including government fees and contracts (from Part VII, line 93)			2	3,291,585
3	Membership dues and assessments			3	
4	Interest on savings and temporary cash investments			4	
5	Dividends and interest from securities			5	
6a	Gross rents	6a	50,519		
b	Less rental expenses	6b			
c	Net rental income or (loss) (subtract line 6b from line 6a)			6c	50,519
7	Other investment income (describe ▶)			7	

		(A) Securities		(B) Other		
8a	Gross amount from sales of assets other than inventory		8a			
b	Less cost or other basis and sales expenses		8b			
c	Gain or (loss) (attach schedule)	0	8c	0		
d	Net gain or (loss) (combine line 8c, columns (A) and (B))				8d	0

9	Special events and activities (attach schedule) If any amount is from gaming, check here				
a	Gross revenue (not including $ .... of contributions reported on line 1a)	9a			
b	Less direct expenses other than fundraising expenses	9b			
c	Net income or (loss) from special events (subtract line 9b from line 9a)			9c	0
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	0
11	Other revenue (from Part VII, line 103)			11	3,134
12	**Total revenue** (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)			12	7,228,731

Expenses

13	Program services (from line 44, column (B))	13	5,556,088
14	Management and general (from line 44, column (C))	14	542,944
15	Fundraising (from line 44, column (D))	15	318,588
16	Payments to affiliates (attach schedule)	16	
17	**Total expenses** (add lines 16 and 44, column (A))	17	6,417,620

Net Assets

18	Excess or (deficit) for the year (subtract line 17 from line 12)	18	811,111
19	Net assets or fund balances at beginning of year (from line 73, column (A))	19	15,160,480
20	Other changes in net assets or fund balances (attach explanation) Stmt 1	20	-26,195
21	Net assets or fund balances at end of year (combine lines 18, 19, and 20)	21	15,945,396

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Part II Statement of Functional Expenses All organizations must complete column (A) Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others (See page 21 of the instructions)

	Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22	Grants and allocations (attach schedule) (cash $ ______ noncash $ 0)	22	0			
23	Specific assistance to individuals (schedule)	23	0			
24	Benefits paid to or for members (schedule)	24	0			
25	Compensation of officers, directors, etc	25	481,780	425,775	36,320	19,685
26	Other salaries and wages	26	1,870,976	1,653,483	141,047	76,446
27	Pension plan contributions	27	30,407	26,873	2,292	1,242
28	Other employee benefits	28	314,083	277,572	23,678	12,833
29	Payroll taxes	29	179,057	158,242	13,499	7,316
30	Professional fundraising fees	30	0	0	0	0
31	Accounting fees	31	20,747	0	20,747	0
32	Legal fees	32	46,136	3,100	43,036	0
33	Supplies	33	107,898	97,454	9,814	630
34	Telephone	34	62,253	23,037	38,502	714
35	Postage and shipping	35	94,462	68,268	13,420	12,774
36	Occupancy	36	205,631	0	205,631	0
37	Equipment rental and maintenance	37	32,946	3,516	26,792	2,638
38	Printing and publications	38	55,613	37,195	3,299	15,119
39	Travel	39	388,694	306,781	67,901	14,012
40	Conferences, conventions, and meetings	40	0			
41	Interest	41	275,507	1,835	273,672	0
42	Depreciation, depletion, etc (schedule) **Stmt 2**	42	284,768	112,174	172,594	0
43	Other expenses not covered above (itemize) a	43a	1,966,662	2,360,783	-549,300	155,179
b	See Statement 3	43b				
c		43c				
d		43d				
e		43e				
44	**Total functional expenses** (add lines 22 through 43) *Organizations completing columns (B)-(D), carry these totals to lines 13—15*	44	6,417,620	5,556,088	542,944	318,588

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 $ 50,467, **(ii)** the amount allocated to Program services $ 25,234, **(iii)** the amount allocated to Management and general $ 0, and **(iv)** the amount allocated to Fundraising $ 25,233

Part III Statement of Program Service Accomplishments (See page 24 of the instructions)

What is the organization's primary exempt purpose? ▶ To promote space science education

All organizations must describe their exempt purpose achievements in a clear and concise manner State the number of clients served, publications issued, etc Discuss achievements that are not measurable (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others)

		Program Service Expenses (Required for 501(c)(3) and (4) orgs, and 4947(a)(1) trusts but optional for others)
a	See Statement 4 (Grants and allocations $)	
b	(Grants and allocations $)	
c	(Grants and allocations $)	
d	(Grants and allocations $)	
e	Other program services (attach schedule) (Grants and allocations $)	
f	**Total of Program Service Expenses** (should equal line 44, column (B), Program services) ▶	5,556,088

Part IV Balance Sheets (See page 24 of the instructions)

Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only			(A) Beginning of year		(B) End of year
Assets					
45 Cash—non-interest-bearing			60,296	45	170,107
46 Savings and temporary cash investments				46	
47a Accounts receivable	47a	249,334			
b Less allowance for doubtful accounts	47b	27,000	409,308	47c	222,334
48a Pledges receivable	48a	985,969			
b Less allowance for doubtful accounts	48b		378,744	48c	985,969
49 Grants receivable			123,704	49	38,125
50 Receivables from officers, directors, trustees, and key employees (attach schedule)				50	
51a Other notes and loans receivable (attach schedule)	51a				
b Less allowance for doubtful accounts	51b		0	51c	0
52 Inventories for sale or use			74,702	52	77,827
53 Prepaid expenses and deferred charges			114,216	53	120,320
54 Investments—securities (schedule) ▶ ☐ Cost ☐ FMV			0	54	
55a Investments—land, buildings, and equipment basis	55a				
b Less accumulated depreciation (attach schedule)	55b		0	55c	0
56 Investments—other (attach schedule)				56	
57a Land, buildings, and equipment basis	57a	5,608,294			
b Less accumulated depreciation (attach schedule). Stmt 5	57b	1,625,986	4,201,996	57c	3,982,308
58 Other assets (describe ▶ See Statement 6)			15,931,320	58	15,905,125
59 **Total assets** (add lines 45 through 58) (must equal line 74)			21,294,286	59	21,502,115
Liabilities					
60 Accounts payable and accrued expenses			1,632,269	60	1,372,566
61 Grants payable				61	
62 Deferred revenue			371,708	62	130,090
63 Loans from officers, directors, trustees, and key employees (attach schedule). See Statement 7			150,000	63	150,000
64a Tax-exempt bond liabilities (attach schedule)				64a	
b Mortgages and other notes payable (attach schedule) Stmt 8			3,979,829	64b	3,904,063
65 Other liabilities (describe ▶)			0	65	
66 **Total liabilities** (add lines 60 through 65)			6,133,806	66	5,556,719
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			-1,328,566	67	-1,473,677
68 Temporarily restricted			562,715	68	1,518,937
69 Permanently restricted			15,926,331	69	15,900,136
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)			15,160,480	73	15,945,396
74 **Total liabilities and net assets / fund balances** (add lines 66 and 73)			21,294,286	74	21,502,115

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

Part IV-A Reconciliation of Revenue per Audited Financial Statements with Revenue per Return (See page 26 of the instructions)

a	Total revenue, gains, and other support per audited financial statements ▶	a	7,228,731
b	Amounts included on line a but not on line 12, Form 990		
	(1) Net unrealized gains on investments $		
	(2) Donated services and use of facilities $		
	(3) Recoveries of prior year grants $		
	(4) Other (specify) $		
	Add amounts on lines (1) through (4) ▶	b	0
c	Line a minus line b ▶	c	7,228,731
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	0
e	Total revenue per line 12, Form 990 (line c plus line d) ▶	e	7,228,731

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

a	Total expenses and losses per audited financial statements ▶	a	6,443,815
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) Stmt 9 $ 26,195		
	Add amounts on lines (1) through (4) ▶	b	26,195
c	Line a minus line b ▶	c	6,417,620
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	0
e	Total expenses per line 17, Form 990 (line c plus line d) ▶	e	6,417,620

Part V List of Officers, Directors, Trustees, and Key Employees (List each one even if not compensated, see page 26 of the 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 & deferred compensation	(E) Expense account and other allowances
See Statement 10				

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 page 26 of the instructions

Part VI Other Information (See page 27 of the instructions)

		Line	Yes	No	N/A
76	Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a description of each activity	76		✓	
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		✓	
78a	Did the organization have unrelated business gross income of $1,000 or more during the year covered by this return?	78a		✓	
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	78b			
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," statement	79		✓	
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		✓	
b	If "Yes," enter the name of the organization ▶ .... 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			✓
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		✓	
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	✓		
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	83b			
84a	Did the organization solicit any contributions or gifts that were not tax deductible?	84a		✓	
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	84b			
85	*501(c)(4), (5), or (6) organizations* **a** Were substantially all dues nondeductible by members?	85a			
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			
c	Dues, assessments, and similar amounts from members . . . 85c				
d	Section 162(e) lobbying and political expenditures . . . 85d				
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices . . . 85e				
f	Taxable amount of lobbying and political expenditures (line 85d less 85e) . . 85f				
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	85g			
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	85h			
86	*501(c)(7) orgs* Enter **a** Initiation fees and capital contributions included on line 12 . 86a				
b	Gross receipts, included on line 12, for public use of club facilities 86b				
87	*501(c)(12) orgs* Enter **a** Gross income from members or shareholders 87a				
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them) . . . 87b				
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		✓	
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				
b	*501(c)(3) and 501(c)(4) orgs* Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction	89b		✓	
c	Enter Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ▶ 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 ▶ AK,AL,AR,AZ,CA,CT,FL,GA,HI,IA,IL,KS,KY,LA,MA,MD,ME,MI,M

b Number of employees employed in the pay period that includes March 12, 2003 (See instructions) 90b 48

91 The books are in care of ▶ Lynn Heron Telephone no ▶ ( ) 703-683-9740

Located at ▶ 1250 North Pitt Street, Alexandria, VA ZIP + 4 ▶ 22314

92 *Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of* **Form 1041**—Check here . . . ▶ ☐ and enter the amount of tax-exempt interest received or accrued during the tax year . ▶ 92

Part VII **Analysis of Income-Producing Activities** (See page 31 of the instructions)

Note: *Enter gross amounts unless otherwise indicated*	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
93 Program service revenue					
a Learning Centers					3,096,980
b Educational Program Income					194,605
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments					
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate					
a debt-financed property			30	50,519	
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue a Other Income			01	3,134	
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0		53,653	3,291,585

105 **Total** (add line 104, columns (B), (D), and (E)) . . . ▶ 3,345,238

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 page 32 of the instructions)

Line No ▼	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes)
	See Statement 11

Part IX **Information Regarding Taxable Subsidiaries and Disregarded Entities** (See page 32 of the instructions)

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
	%			
	%			
	%			
	%			

Part X **Information Regarding Transfers Associated with Personal Benefit Contracts** (See page 33 of the instructions)

(a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☑ No

(b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ Yes ☑ No

Note: *If "Yes" to (b), file Form 8870 and Form 4720 (see instructions).*

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge

Please [redacted] 11/15/2004

Date

Date | Check if | Preparer's SSN or PTIN (See Gen. Inst. W)

[redacted]

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.)

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

OMB No 1545-0047

2003

Name of the organization	Employer identification number
Challenger Center for Space Science Education	76 : 0192067

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

(See page 1 of the instructions List each one If there are none, enter "None ")

(a) Name and address of each employee paid more than $50 000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
Martin Schwartz 1250 North Pitt Street, Alexandria, VA 22314, US	Regional Director 40	82,709	1,489	0
Tim Livengood 1250 North Pitt Street, Alexandria, VA 22314, US	Astrophysicist 40	76,012	925	0
Cheryl Barto 1250 North Pitt Street, Alexandria, VA 22314, US	Director of Developm 40	70,285	1,265	0
Sandra Bishop 1250 North Pitt Street, Alexandria, VA 22314, US	Accounting Manager 40	67,850	1,034	0
Sarah Jastrzab 1250 North Pitt Street, Alexandria, VA 22314, US	HR Manager 40	65,001	1,170	0
Total number of other employees paid over $50,000 . . . . ▶	7			

Part II Compensation of the Five Highest Paid Independent Contractors for Professional Services

(See page 2 of the instructions List each one (whether individuals or firms) If there are none, enter "None ")

(a) Name and address of each independent contractor paid more than $50,000	(b) Type of service	(c) Compensation
None		
Total number of others receiving over $50,000 for professional services . . . . ▶ 0		

Part III Statements About Activities (See page 2 of the instructions)

			Yes	No
1	During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ▶ $ ______ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B)	1		✓
	Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A Other organizations checking "Yes" must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities			
2	During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? *(If the answer to any question is "Yes," attach a detailed statement explaining the transactions)*			
a	Sale, exchange, or leasing of property?	2a		✓
b	Lending of money or other extension of credit?	2b		✓
c	Furnishing of goods, services, or facilities?	2c		✓
d	Payment of compensation (or payment or reimbursement of expenses if more than $1,000)?	2d	✓	
e	Transfer of any part of its income or assets?	2e		✓
3a	Do you make grants for scholarships, fellowships, student loans, etc ? (If "Yes," attach an explanation of how you determine that recipients qualify to receive payments)	3a		✓
b	Do you have a section 403(b) annuity plan for your employees?	3b	✓	
4	Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?	4		✓

Part IV Reason for Non-Private Foundation Status (See pages 3 through 6 of the 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)

11a ☑ An organization that normally receives a substantial part of its support from a governmental unit or from the general public Section 170(b)(1)(A)(vi) (Also complete the **Support Schedule** in Part IV-A)

11b ☐ A community trust Section 170(b)(1)(A)(vi) (Also complete the **Support Schedule** in Part IV-A)

12 ☐ An organization that normally receives **(1) more than 33⅓%** of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc , functions—subject to certain exceptions, and **(2) no more than 33⅓%** of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975 See section 509(a)(2) (Also complete the **Support Schedule** in Part IV-A)

13 ☐ An organization that is not controlled by any disqualified persons (other than foundation managers) and 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 page 5 of the 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 page 6 of the instructions)

Part IV-A Support Schedule (Complete only if you checked a box on line 10, 11, or 12.) *Use cash method of accounting.*

Note: *You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting*

Calendar year (or fiscal year beginning in) ▶	(a) 2002	(b) 2001	(c) 2000	(d) 1999	(e) Total	
15 Gifts, grants, and contributions received (Do not include unusual grants See line 28)	2,760,704	2,978,515	2,526,601	2,193,090	10,458,910	
16 Membership fees received					0	
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc, purpose	3,351,116	2,286,927	2,066,995	5,468,657	13,173,695	
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	1,000	7,007	12,095	22,410	42,512	
19 Net income from unrelated business activities not included in line 18					0	
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					0	
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					0	
22 Other income Attach a schedule Do not include gain or (loss) from sale of capital assets	11,058	16,856	59,044	109,325	196,283	Stmt 12
23 Total of lines 15 through 22	6,123,878	5,289,305	4,664,735	7,793,482	23,871,400	
24 Line 23 minus line 17	2,772,762	3,002,378	2,597,740	2,324,825	10,697,705	
25 Enter 1% of line 23	61,239	52,893	46,647	77,935		

26 **Organizations described on lines 10 or 11:** a Enter 2% of amount in column (e), line 24 ▶ 26a 213,954

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 596,065

c Total support for section 509(a)(1) test Enter line 24, column (e) ▶ 26c 10,697,705

d Add Amounts from column (e) for lines 18 42,512 19 0 22 196,283 26b 596,065 ▶ 26d 834,860

e Public support (line 26c minus line 26d total) ▶ 26e 9,862,845

f **Public support percentage (line 26e (numerator) divided by line 26c (denominator))** ▶ 26f 92 %

27 **Organizations described on line 12:** a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person" **Do not file this list with your return.** Enter the sum of such amounts for each year

(2002) .... (2001) .... (2000) .... (1999) ....

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

(2002) .... (2001) .... (2000) .... (1999) ....

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 1999 through 2002, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant **Do not file this list with your return.** Do not include these grants in line 15

Part V **Private School Questionnaire** (See page 7 of the instructions.)
(To be completed ONLY by schools that checked the box on line 6 in Part IV)

			Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?	29		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?	30		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves?	31		
	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? If you answered "Yes" to either 34a or b, please explain using an attached statement	34b		
35	Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If "No," attach an explanation	35		

Part VI-A **Lobbying Expenditures by Electing Public Charities** (See page 9 of the instructions.)
(To be completed **ONLY** by an eligible organization that filed Form 5768)

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

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred.)		(a) Affiliated group totals	(b) To be completed for ALL electing organizations
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36		
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37		
38 Total lobbying expenditures (add lines 36 and 37)	38		
39 Other exempt purpose expenditures	39		
40 Total exempt purpose expenditures (add lines 38 and 39)	40		
41 Lobbying nontaxable amount. Enter the amount from the following table—			
If the amount on line 40 is— **The lobbying nontaxable amount is—**			
Not over $500,000 . . . 20% of the amount on line 40			
Over $500,000 but not over $1,000,000 . . $100,000 plus 15% of the excess over $500,000			
Over $1,000,000 but not over $1,500,000 . $175,000 plus 10% of the excess over $1,000,000	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 on page 11 of the instructions.)

	Lobbying Expenditures During 4-Year Averaging Period				
Calendar year (or fiscal year beginning in) ▶	**(a)** 2003	**(b)** 2002	**(c)** 2001	**(d)** 2000	**(e)** Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					
47 Total lobbying expenditures					
48 Grassroots nontaxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 Grassroots lobbying expenditures					

Part VI-B **Lobbying Activity by Nonelecting Public Charities**
(For reporting only by organizations that did not complete Part VI-A) (See page 11 of the instructions.)

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:	Yes	No	Amount
a Volunteers		✓	
b Paid staff or management (Include compensation in expenses reported on lines **c** through **h.**)		✓	
c Media advertisements		✓	
d Mailings to members, legislators, or the public		✓	
e Publications, or published or broadcast statements		✓	
f Grants to other organizations for lobbying purposes		✓	
g Direct contact with legislators, their staffs, government officials, or a legislative body		✓	
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means		✓	
i Total lobbying expenditures (Add lines **c** through **h.**)			0

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

Part VII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations (See page 12 of the instructions.)

51 Did the reporting organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?

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

d If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization. If the organization received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received.

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements

52a Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ▶ ☐ Yes ☑ No

b If "Yes," complete the following schedule.

(a) Name of organization	(b) Type of organization	(c) Description of relationship

Statement 1
Form: 990
Page 1
Part: I
Question 20

Challenger Center for Space Science Education
76-0192067

Other changes in Net Assets or Fund Balances

Explanation	Amount
Change in FV Trust Fund	-$26,195 00
Total:	**-$26,195.00**

Statement 2
Form 990
Page 2
Part II
Question 42

Challenger Center for Space Science Education
76-0192067

Depreciation and Depletion

Cost:

Description	Beg Year	Additions	Disposals	End Year
Land	1,010,000	-	-	1,010,000
Furniture & Fixtures	$ 263,277	$ -	$ -	$ 263,277
CLC GW-Alex	425,305	-	-	425,305
Building & Improvements	2,848,760	22,213	-	2,870,973
Equipment	996,159	44,495	(1,915)	1,038,739
Total	$ 5,543,501	$ 66,708	$ (1,915)	$ 5,608,294

Accumulated Depreciation

Description	Beg Year	Additions	Disposals	End Year
Furniture & Fixtures	$ 219,594	$ 26,167		$ 245,761
CLC GW-Alex	132,108	43,825		175,933
Building & Improvements	403,546	122,504		526,048
Equipment	586,257	92,272	(285)	678,244
Total	$ 1,341,505	$ 284,768	$ (285)	$ 1,625,986
	$ 4,201,996			$ 3,982,308

Statement 3
Form 990
Page. 2
Part II
Question: 43

Challenger Center for Space Science Education
76-0192067

Attachment listing other expenses for Part II

Description	**Total:**	**Pgm Services**	**Mgt and General**	**Fundrasing**
Simulator Equipment	$1,098,631 00	$1,098,631 00	$0 00	$0 00
Professional/Consulting Fees	$218,026 00	$156,183 00	$51,080 00	$10,763 00
Design/Production	$15,000 00	$15,000 00	$0 00	$0 00
Office Expenses	$98,774 00	$20,687 00	$75,046 00	$3,041 00
Repairs & Maintenance	$97,393 00	$12,820 00	$81,813 00	$2,760 00
Insurance	$55,957 00	$2,003 00	$53,954 00	$0 00
Meals & Entertainment	$43,688 00	$22,367 00	$9,150 00	$12,171 00
Promotion	$52,314 00	$23,647 00	$26,999 00	$1,668 00
Other	$286,879 00	$190,027 00	$10,062 00	$86,790 00
Allocation of Overhead	$0 00	$819,418 00	-$857,404 00	$37,986 00
Total:	**$1,966,662.00**	**$2,360,783.00**	**-$549,300.00**	**$155,179.00**

Statement 4
Form 990
Page 2
Part III
Question

Challenger Center for Space Science Education
76-0192067

Program Services

Achievement		**Pgm. Svc. Exp.**
Public Awareness Raised the public's awareness of the critical role space science plays in the life of our nation		$356,395 00
Grants and Allocations:	$0 00	
Education Operated facilities and programs necessary to help students develop scientific problem-solving skills and over-come illiteracy in the fields of science and technology		$5,199,693 00
Grants and Allocations:	$0 00	
	Total:	**$5,556,088.00**

Statement 5
Form 990
Page: 3
Part. IV
Question 57

Challenger Center for Space Science Education
76-0192067

Schedule of Land, Buildings and Equipment

Description	Cost	Depreciation	Book Value
Buildings & Improvements	$2,870,968 00	$526,059 00	$2,344,909 00
Learning Center	$425,305 00	$175,933 00	$249,372 00
Exhibits	$383,692 00	$107,068 00	$276,624 00
Equipment	$655,051 00	$571,175 00	$88,668 00
Furniture & Fixtures	$263,278 00	$245,751 00	$17,527 00
Land	$1,010,000 00	$0 00	$1,010,000 00
Total:	**$5,608,294.00**	**$1,625,986.00**	**$3,987,100.00**

Statement 6
Form. 990
Page 3
Part· IV
Question· 58

Challenger Center for Space Science Education
76-0192067

Other Assets

Asset Description	BOY Amount	EOY Amount
Deposits	$4,989 00	$4,989 00
Beneficial Interest in Trust Fund	$15,926,331 00	$15,900,136 00
Total:	**$15,931,320.00**	**$15,905,125.00**

Statement 7
Form: 990
Page: 3
Part. IV
Question 63

Challenger Center for Space Science Education
76-0192067

Loans from Officers, Directors, Etc

Lender's Name:	June Scobee Rodgers
Lender's Title:	Director
Original Amount:	$100,000 00
Balance Due:	$100,000 00
Date of Note:	03/05/2001
Maturity Date:	03/05/2005
Repayment Terms:	Payment in full
Interest Rate:	4
Security Provided by Borrower:	none
Purpose of Loan:	Operating needs
Description of Consideration:	none
FMV of Consideration:	$0 00
Lender's Name:	Laurence J Adams
Lender's Title:	Former Director
Original Amount:	$50,000 00
Balance Due:	$50,000 00
Date of Note:	05/15/2001
Maturity Date:	05/15/2004
Repayment Terms:	Pmt in full
Interest Rate:	4
Security Provided by Borrower:	none
Purpose of Loan:	operating needs
Description of Consideration:	none
FMV of Consideration:	$0 00
Total Due:	**$150,000.00**

Statement 8
Form 990
Page 3
Part IV
Question 64b

Challenger Center for Space Science Education
76-0192067

Mortgages and Other Notes Payable

Type:	Mortgage
Lender's Name:	
Original Amount:	$3,800,000 00
Balance Due:	$3,688,388 00
Date of Note:	
Maturity Date:	
Repayment Terms:	
Interest Rate:	
Security Provided by Borrower:	
Purpose of Loan:	
Description of Consideration:	
FMV of Consideration:	
Relationship:	

Type:	Non-Mortgage
Lender's Name:	Woodforest National Bank
Original Amount:	$200,000 00
Balance Due:	$200,000 00
Date of Note:	08/01/2002
Maturity Date:	07/31/2004
Repayment Terms:	Revolving Line of Credit
Interest Rate:	6 75
Security Provided by Borrower:	Lien on Building
Purpose of Loan:	Operating Needs
Description of Consideration:	none
FMV of Consideration:	$0 00
Relationship:	Lender

Type:	Non-Mortgage
Lender's Name:	Design and Production
Original Amount:	$75,000 00
Balance Due:	$15,675 00
Date of Note:	06/30/2001
Maturity Date:	06/30/2005
Repayment Terms:	$15,000 per year
Interest Rate.	6
Security Provided by Borrower:	none
Purpose of Loan:	Edventure Lab Fabrication
Description of Consideration:	none
FMV of Consideration:	$0 00
Relationship:	Vendor

Total Due: **$3,904,063 00**

Statement 9
Form. 990
Page· 4
Part: IV-B
Question. b(4)

Challenger Center for Space Science Education
76-0192067

Expense Audit Line b(4)

Description	**Amount**
Change in FV of Trust Fund	$26,195 00
Total:	**$26,195 00**

Statement 10
Form 990
Page: 4
Part V
Question

Challenger Center for Space Science Education
76-0192067

Officers, Directors, Trustees, and Key Employees

Name and Address	Title	Hrs	Comp.	Benefits	Expenses
Paul Koehler, Ph D 1250 North Pitt Street Alexandria, VA 22314 United States	Board Member	2	$0 00	$0 00	$0 00
Cheryl McNair 1250 North Pitt Street Alexandria, VA 22314 United States	Founding Director	2	$0 00	$0 00	$0 00
Lorna Onizuka 1250 North Pitt Street Alexandria, VA 22314 United States	Board Member	2	$0 00	$0 00	$0 00
June Scobee Rodgers, Ph D 1250 North Pitt Street Alexandria, VA 22314 United States	Board Member	2	$0 00	$0 00	$0 00
Alan Salisbury, Ph D 1250 North Pitt Street Alexandria, VA 22314 United States	Board Member	2	$0 00	$0 00	$0 00
Charles Walker 1250 North Pitt Street Alexandria, VA 22314 United States	Secretary	2	$0 00	$0 00	$0 00
Jane Smith-Wolcott 1250 North Pitt Street Alexandria, VA 22314 United States	Board Member	2	$0 00	$0 00	$0 00
Winnie Wooley 1250 North Pitt Street Alexandria, VA 22314 United States	Board Member	2	$0 00	$0 00	$0 00
Gayle Glusman 1250 North Pitt Street Alexandria, VA 22314 United States	Board Member	2	$0 00	$0 00	$0 00
Lani McCool 1250 North Pitt Street Alexandria, VA 22314 United States	Board Member	2	$0 00	$0 00	$0 00
Dr William Gutsch, Jr. 1250 North Pitt Street Alexandria, VA 22314 United States	President	40	$12,500 00	$0 00	$0 00
Steven McAuliffe 1250 North Pitt Street Alexandria, VA 22314	Founding Director	2	$0 00	$0 00	$0 00

Name and Address	Title	Hrs	Comp.	Benefits	Expenses
United States					
Nancy Sturm 1250 North Pitt Street Alexandria, VA 22314 United States	Board Member	2	$0 00	$0 00	$0 00
Joseph P Allen, Ph D 1250 North Pitt Street Alexandria, VA 22314 United States	Chairman	3	$0 00	$0 00	$0 00
Deborah Reguera 1250 North Pitt Street Alexandria, VA 22314 United States	President - resigned	40	$110,000 00	$0 00	$0 00
Lynn Heron 1250 North Pitt Street Alexandria, VA 22314 United States	Executive VP - Opera	40	$109,892 00	$1,454 00	$0 00
Howard Wahlberg 1250 North Pitt Street Alexandra, VA 22314 United States	Vice President	40	$81,638 00	$974 00	$0 00
Jeff Goldstein 1250 North Pitt Street Alexandria, VA 22314 United States	Vice President	40	$89,283 00	$1,198.00	$0 00
Alan Landever 1250 North Pitt Street Alexandria, VA 22314 United States	Vice President	40	$78,467 00	$428 00	$0 00
Charles Resnik, M D 1250 North Pitt Street Alexandria, VA 22314 United States	Vice Chairman	2	$0 00	$0 00	$0 00
E G. Kendrick, Jr 1250 North Pitt Street Alexandria, VA 22314 United States	Treasurer	2	$0 00	$0 00	$0 00
Edward Fort, Ph D 1250 North Pitt Street Alexandria, VA 22314 United States	Board Member	2	$0 00	$0 00	$0 00
H Russell Griffith 1250 North Pitt Street Alexandria, VA 22314 United States	Board Member	2	$0 00	$0 00	$0 00
Marcia Jarvis-Tinsley 1250 North Pitt Street Alexandria, VA 22314 United States	Board Member	2	$0 00	$0 00	$0 00

Statement 11
Form: 990
Page: 6
Part· VIII
Question.

Challenger Center for Space Science Education
76-0192067

Relationship of Activities

Line No	**Relationship of Activities to the Accomplishment of Exempt Purposes**
93 b	Educational Programs disseminate information through literature (curriculm materals) and workshops
93 a	Learning Centers provide a forum that raises the public's attention of the role of space science and other programs

Statement 12
Form Schedule A
Page. 3
Part: IV-A
Question 22

Challenger Center for Space Science Education
76-0192067

Other Income

Description	**2002**	**2001**	**2000**	**1999**
Other income	$11,058 00	$16,856 00	$59,044 00	$109,325 00
Total:	**$11,058.00**	**$16,856.00**	**$59,044.00**	**$109,325.00**