

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

OMB No 1545-0047

2004

Open to Public Inspection

Department of the Treasury Internal Revenue Service

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

A For the 2004 calendar year, or tax year beginning 10/01/04, and ending 9/30/05

B Check if applicable: Address change, Name change, Initial return, Final return, Amended return, Application pending. C Name of organization: PINE CASTLE, INC. D Employer identification no. 59-0704733 E Telephone number 904-733-2650 F Accounting method: Accrual

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

G Website: WWW.PINECASTLE.ORG

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

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

H and I are not applicable to section 527 organizations. H(a) Is this a group return for affiliates? [] Yes [X] No. H(b) If "Yes," enter number of affiliates. H(c) Are all affiliates included? [] Yes [] No. H(d) Is this a separate return filed by an organization covered by a group ruling? [] Yes [] No. I Group Exemption Number. M Check [X] if the organization is not required to attach Sch. B (Form 990, 990-EZ, or 990-PF).

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 4,886,630

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

Table with 27 rows and 3 columns: Description, Amount, and Code. Rows include Contributions (1d: 3,077,078), Program service revenue (2: 508,894), Other revenue (11: 43,410), Total revenue (12: 4,136,669), Total expenses (17: 4,094,792), and Net assets at end of year (21: 3,087,677).

SCANNED FEB 09 2006

RECEIVED JAN 30 2006

Handwritten mark resembling a stylized 'P' or '10'.

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 22 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 \$ _____ non-cash \$ _____)	22			
23 Specific assistance to individuals	23			
24 Benefits paid to or for members	24			
25 Compensation of officers, directors, etc.	25 213,006		213,006	
26 Other salaries and wages	26 1,878,431	1,634,968	144,473	98,990
27 Pension plan contributions	27			
28 Other employee benefits	28			
29 Payroll taxes	29 627,349	512,285	95,083	19,981
30 Professional fundraising fees	30			
31 Accounting fees	31			
32 Legal fees	32			
33 Supplies	33 137,274	126,049	8,748	2,477
34 Telephone	34 22,833	19,768	2,280	785
35 Postage and shipping	35 44,454	40,761	813	2,880
36 Occupancy	36 124,158	114,679	8,423	1,056
37 Equipment rental and maintenance	37 66,801	64,903	1,667	231
38 Printing and publications	38 18,001	7,833	2,473	7,695
39 Travel	39 408,075	403,290	3,990	795
40 Conferences, conventions, and meetings	40			
41 Interest	41 14,552	14,542	8	2
42 Depreciation, depletion, etc. (attach schedule)	42 192,335	178,232	12,772	1,331
43 Other expenses not covered above (itemize): a	43a			
b SEE STATEMENT 4	43b 347,523	200,010	58,579	88,934
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 4,094,792	3,317,320	552,315	225,157

Joint Costs. Check if you are following SOP 98-2

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? Yes No

If "Yes," enter (i) the aggregate amount of these joint costs \$ _____, (ii) the amount allocated to Program services \$ _____, (iii) the amount allocated to Management and general \$ _____, and (iv) the amount allocated to Fundraising \$ _____

Part III Statement of Program Service Accomplishments (See page 25 of the instructions.)

What is the organization's primary exempt purpose?

▶ SEE STATEMENT 5

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) & (4) orgs. & 4947(a)(1) trusts, but optional for others.)

a ADULT DAY TRAINING - PROVIDES ON-THE-JOB TRAINING FOR THOSE MEMBERS WHO ARE POTENTIALLY EMPLOYABLE IN THE COMMUNITY OR WITHIN THE ORG. (Grants and allocations \$ _____)	1,662,420
b GROUP HOMES - PROVIDES MEMBERS THE OPPORTUNITY TO LIVE IN RESIDENTIAL HOUSING WITHIN A COMMUNITY ENVIRONMENT. (Grants and allocations \$ _____)	1,226,829
c SUPPORTED EMPLOYMENT - PROVIDES ON-THE-JOB TRAINING FOR THOSE MEMBERS WHO ARE POTENTIALLY EMPLOYABLE IN THE COMMUNITY. (Grants and allocations \$ _____)	387,903
d INDEPENDENT LIVING - PROVIDES ASSISTANCE IN ACTIVITIES TO ENABLE MEMBERS TO LIVE ON THEIR OWN IN THE COMMUNITY. (Grants and allocations \$ _____)	40,168
e Other program services (attach schedule) (Grants and allocations \$ _____)	0
f Total of Program Service Expenses (should equal line 44, column (B), Program services)	3,317,320

Part IV Balance Sheets (See page 25 of the instructions.)

Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.		(A)		(B)	
		Beginning of year		End of year	
45	Cash-non-interest-bearing		45		
46	Savings and temporary cash investments	522,167	46	654,205	
47a	Accounts receivable	47a 152,241			
b	Less: allowance for doubtful accounts	47b	182,303	47c 152,241	
48a	Pledges receivable	48a			
b	Less: allowance for doubtful accounts	48b		48c	
49	Grants receivable	318,912	49	347,754	
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		51c	
52	Inventories for sale or use		52		
53	Prepaid expenses and deferred charges	94,140	53	103,161	
54	Investments-securities SEE STATEMENT 6 <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV	596,449	54	647,399	
55a	Investments-land, buildings, and equipment: basis	55a 3,344,741			
b	Less: accumulated depreciation (attach schedule) SEE STATEMENT 7	55b 1,609,284	1,873,237	55c 1,735,457	
56	Investments-other (attach schedule)		56		
57a	Land, buildings, and equipment: basis	57a			
b	Less: accumulated depreciation (attach schedule)	57b		57c	
58	Other assets (describe _____)		58		
59	Total assets (add lines 45 through 58) (must equal line 74)	3,587,208	59	3,640,217	
60	Accounts payable and accrued expenses	280,365	60	334,549	
61	Grants payable		61		
62	Deferred revenue		62		
63	Loans from officers, directors, trustees, and key employees (attach schedule)		63		
64a	Tax-exempt bond liabilities (attach schedule)		64a		
b	Mortgages and other notes payable (attach schedule) SEE WORKSHEET	312,538	64b	217,991	
65	Other liabilities (describe _____)		65		
66	Total liabilities (add lines 60 through 65)	592,903	66	552,540	
Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74					
67	Unrestricted	2,994,305	67	3,087,677	
68	Temporarily restricted		68		
69	Permanently restricted		69		
Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74					
70	Capital stock, trust principal, or current funds		70		
71	Paid-in or capital surplus, or land, building, and equipment fund		71		
72	Retained earnings, endowment accumulated income, or other funds		72		
73	Total net assets or fund balances (add lines 67 through 69 or lines 70 through 72; column (A) must equal line 19, column (B) must equal line 21)	2,994,305	73	3,087,677	
74	Total liabilities and net assets / fund balances (add lines 66 and 73)	3,587,208	74	3,640,217	

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 VI Other Information (See page 28 of the instructions.)

		Yes	No
76	Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity		X
77	Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes.		X
78a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?		X
78b	If "Yes," has it filed a tax return on Form 990-T for this year?		
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement		X
80a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?		X
80b	If "Yes," enter the name of the organization and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt.		
81a	Enter direct and indirect political expenditures. See line 81 instructions	81a	
81b	Did the organization file Form 1120-PC/L for this year?		X
82a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	N/A	82a
82b	If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.)	82b	
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?	X	83a
83b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	N/A	83b
84a	Did the organization solicit any contributions or gifts that were not tax deductible?		X
84b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	N/A	84b
85a	501(c)(4), (5), or (6) organizations. Were substantially all dues nondeductible by members?	N/A	85a
85b	Did the organization make only in-house lobbying expenditures of \$2,000 or less? If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.	N/A	85b
85c	Dues, assessments, and similar amounts from members	85c	
85d	Section 162(e) lobbying and political expenditures	85d	
85e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85e	
85f	Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f	
85g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	N/A	85g
85h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	N/A	85h
86a	501(c)(7) orgs. Enter: a Initiation fees and capital contributions included on line 12	86a	
86b	Gross receipts, included on line 12, for public use of club facilities	86b	
87a	501(c)(12) orgs. Enter: a Gross income from members or shareholders	87a	
87b	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	X
89a	501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 <u>0</u> ; section 4912 <u>0</u> ; section 4955 <u>0</u>		
89b	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	X
89c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958		0
89d	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		NONE
90b	Number of employees employed in the pay period that includes March 12, 2004 (See instructions)	90b	107
91	The books are in care of LEIGH TOWNSEND Located at JACKSONVILLE,		Telephone no. 904-733-2650 ZIP + 4 32207
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 33 of the instructions.)

Note: Enter gross amounts unless otherwise indicated

	Unrelated business income		Excluded by sec 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 PROGRAM FEES					508,894
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments					
96 Dividends and interest from securities			14	10,877	
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			1	50	
101 Net income or (loss) from special events					239,414
102 Gross profit or (loss) from sales of inventory					256,946
103 Other revenue: a					
b MISCELLANEOUS					43,410
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0		10,927	1,048,664
105 Total (add line 104, columns (B), (D), and (E))					1,059,591

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 34 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 34 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
N/A	%			
	%			
	%			
	%			

Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See page 34 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)

Please Sign Here

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.

Signature of officer: *Jonathan May* Date: 1/23/06

Type or print name and title: Jonathan May Date: 01/23/06

Paid Preparer's Use Only

Preparer's signature: *Mark Edelman* Date: 1/23/06 Check if self-employed: Preparer's SSN or PTIN (See Gen Instr W): P00460661

Firm's name (or yours if self-employed), address, and ZIP + 4: PRESSER, LAHNEN & EDELMAN, P.A. 6622 SOUTHPOINT DRIVE SOUTH, SUITE 495 JACKSONVILLE, FL 32216

EIN: 59-2682134 Phone no: 904-296-9333

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.) 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.		X
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?		X
b Lending of money or other extension of credit?		X
c Furnishing of goods, services, or facilities?		X
d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?	X	
SEE STATEMENT 12		
e Transfer of any part of its income or assets?		X
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.)		X
b Do you have a section 403(b) annuity plan for your employees?	X	
4a Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?		X
b Do you provide credit counseling, debt management, credit repair, or debt negotiation services?		X

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 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 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 5 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) 2003	(b) 2002	(c) 2001	(d) 2000	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28.)	3,052,694	3,090,138	2,929,786	2,928,892	12,001,510
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	922,903	1,325,682	1,105,731	907,003	4,261,319
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	9,524	19,273	4,226	11,637	44,660
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					0
23 Total of lines 15 through 22	3,985,121	4,435,093	4,039,743	3,847,532	16,307,489
24 Line 23 minus line 17	3,062,218	3,109,411	2,934,012	2,940,529	12,046,170
25 Enter 1% of line 23	39,851	44,351	40,397	38,475	

26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24	▶	26a	240,923
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 2000 through 2003 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	12,046,170
d Add: Amounts from column (e) for lines: 18 <u>44,660</u> 19 _____	▶	26d	44,660
22 _____ 26b _____	▶	26e	12,001,510
e Public support (line 26c minus line 26d total)	▶	26f	99.6293%
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))	▶		

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.					N/A
(2003)	(2002)	(2001)	(2000)		
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.					N/A
(2003)	(2002)	(2001)	(2000)		
c Add: Amounts from column (e) for lines: 15 _____ 16 _____	▶	27c			
17 _____ 20 _____ 21 _____	▶	27d			
d Add: Line 27a total _____ and line 27b total _____	▶	27e			
e Public support (line 27c total minus line 27d total)	▶	27f			
f Total support for section 509(a)(2) test: Enter amount from line 23, column (e)	▶	27g			
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))	▶	27h			
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))	▶				

28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 2000 through 2003, 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)

		N/A	Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?			
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?			
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.)			
32	Does the organization maintain the following:			
a	Records indicating the racial composition of the student body, faculty, and administrative staff?			
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?			
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?			
d	Copies of all material used by the organization or on its behalf to solicit contributions?			
If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.)				
33	Does the organization discriminate by race in any way with respect to:			
a	Students' rights or privileges?			
b	Admissions policies?			
c	Employment of faculty or administrative staff?			
d	Scholarships or other financial assistance?			
e	Educational policies?			
f	Use of facilities?			
g	Athletic programs?			
h	Other extracurricular activities?			
If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)				
34a	Does the organization receive any financial aid or assistance from a governmental agency?			
b	Has the organization's right to such aid ever been revoked or suspended? If you answered "Yes" to either 34a or b, please explain using an attached statement			
35	Does the organization certify that it has complied with the applicable requirements of sections 4 01 through 4 05 of Rev. Proc. 75-50, 1975-2 C.B. 5E7, covering racial nondiscrimination? If "No," attach an explanation			

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) N/A

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

Limits on Lobbying Expenditures

(The term "expenditures" means amounts paid or incurred.)

	(a) Affiliated group totals	(b) To be completed for ALL electing organizations
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36	
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37	
38 Total lobbying expenditures (add lines 36 and 37)	38	
39 Other exempt purpose expenditures	39	
40 Total exempt purpose expenditures (add lines 38 and 39)	40	
41 Lobbying nontaxable amount. Enter the amount from the following table-		
If the amount on line 40 is-		
Not over \$500,000		
Over \$500,000 but not over \$1,000,000		
Over \$1,000,000 but not over \$1,500,000		
Over \$1,500,000 but not over \$17,000,000		
Over \$17,000,000		
The lobbying nontaxable amount is-		
20% of the amount on line 40		
\$100,000 plus 15% of the excess over \$500,000		
\$175,000 plus 10% of the excess over \$1,000,000	41	
\$225,000 plus 5% of the excess over \$1,500,000		
\$1,000,000		
42 Grassroots nontaxable amount (enter 25% of line 41)	42	
43 Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	43	
44 Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	44	

Caution: If there is an amount on either line 43 or line 44, you must file Form 4720

4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the instructions for lines 45 through 50 on page 11 of the instructions.)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 2004	(b) 2003	(c) 2002	(d) 2001	(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

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

Yes	No	Amount
	X	
	X	
	X	
	X	
	X	
	X	
	X	
	X	

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 11 of the instructions.)

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

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

(i) Cash

(ii) Other assets

b Other transactions.

(i) Sales or exchanges of assets with a noncharitable exempt organization

(ii) Purchases of assets from a noncharitable exempt organization

(iii) Rental of facilities, equipment, or other assets

(iv) Reimbursement arrangements

(v) Loans or loan guarantees

(vi) Performance of services or membership or fundraising solicitations

c Sharing of facilities, equipment, mailing lists, other assets, or paid employees

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

Table with 3 columns: Question, Yes, No. Rows include 51a(i), a(ii), b(i), b(ii), b(iii), b(iv), b(v), b(vi), and c.

Table with 4 columns: (a) Line no., (b) Amount involved, (c) Name of noncharitable exempt organization, (d) Description of transfers, transactions, and sharing arrangements. Row 1 contains 'N/A'.

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 (with checked box for No)

b If "Yes," complete the following schedule

Table with 3 columns: (a) Name of organization, (b) Type of organization, (c) Description of relationship. Row 1 contains 'N/A'.

Special Events Schedule

Form 990

2004

For calendar year 2004, or tax year beginning 10/01/04, and ending 9/30/05

Name PINE CASTLE, INC. Employer Identification Number 59-0704733

Table with 5 columns: (A), (B), (C), Others, Total. Rows include Gross receipts, Less contributions, Gross revenue, Less direct expenses, and Net income (loss).

- Description: (A) GALA (B) GOLF TOURNAMENT (C) BBQ Others

Forms 990 / 990-PF	Mortgages and Other Notes Payable	2004
For calendar year 2004, or tax year beginning 10/01/04, and ending 9/30/05		

Name PINE CASTLE, INC.	Employer Identification Number 59-0704733
-------------------------------	--

FORM 990, PART IV, LINE 64B - ADDITIONAL INFORMATION

Name of lender	Relationship to disqualified person
(1) FIRST GUARANTY BANK	
(2) FIRST GUARANTY BANK	
(3) FORD MOTOR CREDIT	
(4) FORD MOTOR CREDIT	
(5) FORD MOTOR CREDIT	
(6) FORD MOTOR CREDIT	
(7) FIRST GUARANTY BANK	
(8)	
(9)	
(10)	

Original amount borrowed	Date of loan	Maturity date	Repayment terms	Interest rate
(1) 130,410	3/03/00	1/03/17	\$649 PER MONTH	5.500
(2) 177,300	3/01/01	11/01/19	\$1,335 PER MONTH	6.630
(3) 25,249	9/30/02	9/30/07	\$453 PER MONTH	2.900
(4) 26,157	9/30/02	9/30/07	\$469 PER MONTH	2.900
(5) 30,518	4/30/03	4/30/08	\$509 PER MONTH	
(6) 20,000	9/20/04	3/01/05	\$411 PER MONTH	8.490
(7) 100,000	10/23/00			4.250
(8)				
(9)				
(10)				

Security provided by borrower	Purpose of loan
(1) REAL ESTATE	MORTGAGE
(2) REAL ESTATE	MORTGAGE
(3) VEHICLE	TRANSPORTATION
(4) VEHICLE	TRANSPORTATION
(5) VEHICLE	TRANSPORTATION
(6) VEHICLE	TRANSPORTATION
(7) UNSECURED	LINE OF CREDIT
(8)	
(9)	
(10)	

Consideration furnished by lender	Balance due at beginning of year	Balance due at end of year
(1)	82,214	68,792
(2)	127,702	111,948
(3)	15,606	10,554
(4)	16,164	10,929
(5)	21,872	15,768
(6)	20,000	
(7)	28,980	
(8)		
(9)		
(10)		
Totals	312,538	217,991

5300000 Pine Castle, Inc.
 59-0704733
 FYE: 9/30/2005

Federal Statements

Statement 1 - Form 990, Part I, Line 8c - Sale of Assets Other Than Inventory - Other

Desc	How Rec'd	Whom Sold	Date Acquired	Date Sold	Sale Price	Cost & Expense	Deprec	Gain/ -Loss
SALE OF EQUIPMENT					\$ 50	\$ 50		50
PURCHASE					\$ 50	\$ 0		50
TOTAL					\$ 100	\$ 50		50

5300000 Pine Castle, Inc.
59-0704733
FYE: 9/30/2005

Federal Statements

Statement 2 - Form 990, Line 10c - Sales of Inventory

<u>Description</u>	<u>Gross Sales</u>	<u>COGS</u>	<u>Gross Profit</u>
WORKSHOPS	\$ 1,006,907	\$ 749,961	\$ 256,946
TOTAL	<u>\$ 1,006,907</u>	<u>\$ 749,961</u>	<u>\$ 256,946</u>

Statement 3 - Form 990, Line 20 - Other Changes in Net Assets or Fund Balances

<u>Description</u>	<u>Amount</u>
NET UNREALIZED GAINS ON INVESTMENTS	\$ 57,520
DONATED SERVICES AND USE OF FACILITIES	<u>-6,025</u>
TOTAL	<u>\$ 51,495</u>

Federal Statements

Statement 4 - Form 990, Part II, Line 43 - Other Functional Expenses

Description	Total Expenses	Program Service	Mgt & General	Fund-Raising
BBQ	\$ 22,042	\$	\$	\$ 22,042
GOLF TOURNAMENT	9,188			9,188
GALA	53,485			53,485
EXPENSES				
BUILDING MAINTENANCE	43,476	40,732	2,439	305
CLIENT SUPPORT COSIS	39,082	39,082		
CONSULTANTS	55,435	23,022	31,075	1,338
DUES AND MEMBERSHIPS	16,148	565	14,344	1,239
INSURANCE	84,367	74,695	8,810	862
OTHER	7,597	6,654	727	216
RECRUITING	10,936	10,936		
STAFF TRAINING	5,767	4,324	1,184	259
TOTAL	\$ 347,523	\$ 200,010	\$ 58,579	\$ 88,934

Statement 5 - Form 990, Part III - Organization's Primary Exempt Purpose

PINE CASTLE, INC. WAS ESTABLISHED IN 1952 TO PROMOTE THE GENERAL WELFARE OF DEVELOPMENTALLY DISABLED ADULTS AND TO PROVIDE A CENTER FOR RESEARCH AND TRAINING IN THE FIELD OF MENTAL DISABILITIES.

5300000 Pine Castle, Inc.

59-0704733

FYE: 9/30/2005

Federal Statements**Statement 6 - Form 990, Part IV, Line 54 - Investments in Securities**

<u>Description</u>	<u>Beginning of Year</u>	<u>End of Year</u>	<u>Basis of Valuation</u>
CORPORATE STOCK			
FIRST GUARANTY BANK	46,863	50,190	MARKET
SUNTRUST COMMON STOCK & MUTUAL FUND	549,586	597,209	MARKET
	<u>596,449</u>	<u>647,399</u>	

Statement 7 - Form 990, Part IV, Line 55 - Investments in Land, Buildings, and Equipment

<u>Description</u>	<u>Beginning of Year</u>	<u>Accum Deprec</u>	<u>End of Year</u>	<u>Accum Deprec</u>
LAND, BULDINGS, & EQUIPMENT				
	\$ 3,290,187	\$ 1,416,950	\$ 3,344,741	\$ 1,609,284
TOTAL	<u>\$ 3,290,187</u>	<u>\$ 1,416,950</u>	<u>\$ 3,344,741</u>	<u>\$ 1,609,284</u>

5300000 Pine Castle, Inc.
59-0704733
FYE: 9/30/2005

Federal Statements

Statement 8 - Form 990, Part IV-A - Other Revenue Included on Financial Statements

Description	Amount
COST OF GOODS SOLD	\$ 749,961
TOTAL	<u>\$ 749,961</u>

Statement 9 - Form 990, Part IV-B - Other Expenses Included on Financial Statements

Description	Amount
COST OF GOODS SOLD	\$ 749,961
TOTAL	<u>\$ 749,961</u>

5300000 Pine Castle, Inc.
 59-0704733
 FYE: 9/30/2005

Federal Statements

Statement 10 - Form 990, Part V - List of Officers, Directors, Trustees, and Key Employees

Name	Address		Title	Average Hours	Compensation	Benefits	Expenses
	City, State, Zip						
MARY JARRETT	JACKSONVILLE, FL		PRES & CHAIR		0	0	0
SUSAN HAMILTON	JACKSONVILLE, FL		VP		0	0	0
BRIAN FLYNN	JACKSONVILLE, FL		VP		0	0	0
GREG LECHWAR	JACKSONVILLE, FL		TREASURER		0	0	0
KATHY HARRISON	JACKSONVILLE, FL		SECRETARY		0	0	0
JON MAY	JACKSONVILLE, FL		EXEC. DIRECT	38	85,112	10,087	0
DERRICK BAILEY	ORANGE PARK, FL		DIRECTOR		0	0	0
JIM BECK	JACKSONVILLE, FL		DIRECTOR		0	0	0
DR. THOM BOROWY	JACKSONVILLE, FL		DIRECTOR		0	0	0
CHUCK FRITTS	ATLANTIC BEACH, FL		DIRECTOR		0	0	0
ARNETT GREENE	JACKSONVILLE, FL		DIRECTOR		0	0	0
MINDY HANNA	JACKSONVILLE, FL		DIRECTOR		0	0	0
WILL KETCHUM	JACKSONVILLE, FL		DIRECTOR		0	0	0
JEFF LANE	ORANGE PARK, FL		DIRECTOR		0	0	0
MARY BLAND LOVE	JACKSONVILLE, FL		DIRECTOR		0	0	0
KAREN MAYFIELD	JACKSONVILLE, FL		DIRECTOR		0	0	0
JOHN OETJEN	JACKSONVILLE, FL		DIRECTOR		0	0	0
ERIN SHIRLEY	JACKSONVILLE, FL		DIRECTOR		0	0	0

5300000 Pine Castle, Inc.
 59-0704733
 FYE: 9/30/2005

Federal Statements

Statement 10 - Form 990, Part V - List of Officers, Directors, Trustees, and Key Employees (continued)

Name	Address	City, State, Zip	Title	Average Hours	Compensation	Benefits	Expenses
TED SPETNAGEL		PONTE VEDRA BEACH, FL	DIRECTOR	0	0	0	0
STAN TENENBAUM		JACKSONVILLE, FL	DIRECTOR	0	0	0	0
JENNIFER YOUNG		JACKSONVILLE, FL	DIRECTOR	0	0	0	0
RANDALL DUNCAN		JACKSONVILLE, FL	ASST. DIRECT	38	66,621	8,550	0
LEIGH TOWNSEND		JACKSONVILLE, FL	FIN. DIRECT.	38	61,274	8,106	0

Federal Statements**Statement 11 - Form 990, Part VIII - Relationship of Activities**

<u>Line No.</u>	<u>Description</u>
93A	PROGRAM FEES ARE FEES CHARGED TO THE CLIENTS WHO ARE NOT SPECIFICALLY FUNDED THROUGH THE STATE--HRS. THESE FEES GO TOWARD THE CARE AND WELL-BEING OF THESE CLIENTS.
101	INCOME PRODUCED FROM SPECIAL EVENTS DESIGNED TO INCREASE COMMUNITY AWARENESS AND GENERATE CONTRIBUTIONS FOR USE IN PROGRAM SERVICES
102	GROSS PROFIT FROM SALE OF INVENTORY PRODUCED IN WORKSHOPS STAFFED BY CLIENTS AS PART OF THE ADULT DAY TRAINING AND SUPPORTED EMPLOYMENT PROGRAMS.
103	THE MAJORITY OF THE MISCELLANEOUS REVENUE IS GENERATED BY THE SALE OF SODA AND SNACKS AND FROM REIMBURSEMENT FOR BUSING COSTS.

5300000 Pine Castle, Inc.

59-0704733

FYE: 9/30/2005

Federal Statements

**Statement 12 - Schedule A, Part III, Line 2d - Payment of Compensation / Reimbursement of
Exp**

SEE PART V, FORM 990