

Form **990**

Department of the Treasury
Internal Revenue Service

CHANGE OF ACCOUNTING PERIOD
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

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 **SEP 1, 2004** and ending **JUN 30, 2005**

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
THE CHILDREN'S HEALTH COUNCIL, INC.

Number and street (or P.O. box if mail is not delivered to street address) Room/suite
650 CLARK WAY

City or town, state or country, and ZIP + 4
PALO ALTO, CA 94304

D Employer identification number
94-1312311

E Telephone number
(650) 688-3685

F Accounting method: Cash Accrual
 Other (specify) _____

Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a complete 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? **N/A** Yes No (If "No," attach a list.)

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

G Website: **HTTP://WWW.CHCONLINE.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.

I Group Exemption Number _____

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 **16,894,760.**

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

Revenue	1 Contributions, gifts, grants, and similar amounts received:				
	a Direct public support	1a	1,878,940.		
	b Indirect public support	1b			
	c Government contributions (grants)	1c			
	d Total (add lines 1a through 1c) (cash \$ 1,878,940. noncash \$ _____)	1d		1,878,940.	
	2 Program service revenue including government fees and contracts (from Part VII, line 93)	2		6,186,379.	
	3 Membership dues and assessments	3			
	4 Interest on savings and temporary cash investments	4		3,704.	
	5 Dividends and interest from securities	5		468,077.	
	6 a Gross rents	6a			
	b Less: rental expenses	6b			
	c Net rental income or (loss) (subtract line 6b from line 6a)	6c			
7 Other investment income (describe _____)	7				
Revenue	8 a Gross amount from sales of assets other than inventory	(A) Securities		(B) Other	
		6,278,638.	8a		
	b Less: cost or other basis and sales expenses	8b	5,727,648.		
	c Gain or (loss) (attach schedule)	8c	550,990.		
	d Net gain or (loss) (combine line 8c, columns (A) and (B)) STMT 1	8d		550,990.	
	9 Special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/>				
	a Gross revenue (not including \$ 0. of contributions reported on line 1a)	9a	823,468.		
		b Less: direct expenses other than fundraising expenses	9b	198,180.	
c Net income or (loss) from special events (subtract line 9b from line 9a) SEE STATEMENT 2		9c		625,288.	
10 a 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		1,255,554.		
12 Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)	12		10,968,932.		
Expenses	13 Program services (from line 44, column (B))	13		6,479,441.	
	14 Management and general (from line 44, column (C))	14		2,074,585.	
	15 Fundraising (from line 44, column (D))	15		215,734.	
	16 Payments to affiliates (attach schedule)	16			
	17 Total expenses (add lines 16 and 44, column (A))	17		8,769,760.	
Net Assets	18 Excess or (deficit) for the year (subtract line 17 from line 12)	18		2,199,172.	
	19 Net assets or fund balances at beginning of year (from line 73, column (A))	19		33,420,557.	
	20 Other changes in net assets or fund balances (attach explanation) SEE STATEMENT 3	20		1,221,888.	
	21 Net assets or fund balances at end of year (combine lines 18, 19, and 20)	21		36,841,617.	

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LHA For Privacy Act and Paperwork Reduction Act Notice, see the separate instructions.

Form 990 (2004)

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 (attach schedule)				
	(cash \$ _____ noncash \$ _____)				
23	Specific assistance to individuals (attach schedule)				
24	Benefits paid to or for members (attach schedule)				
25	Compensation of officers, directors, etc.	592,383.	0.	592,383.	0.
26	Other salaries and wages	4,352,530.	3,839,062.	393,532.	119,936.
27	Pension plan contributions	135,000.	103,950.	28,350.	2,700.
28	Other employee benefits	780,647.	580,713.	172,848.	27,086.
29	Payroll taxes	388,320.	299,007.	81,547.	7,766.
30	Professional fundraising fees				
31	Accounting fees	15,631.		15,631.	
32	Legal fees	38,025.	3,271.	34,479.	275.
33	Supplies	230,431.	134,421.	86,035.	9,975.
34	Telephone				
35	Postage and shipping	22,048.	4,486.	14,042.	3,520.
36	Occupancy	76,000.	58,655.	15,430.	1,915.
37	Equipment rental and maintenance				
38	Printing and publications	45,632.	3,262.	28,463.	13,907.
39	Travel	72,862.	62,322.	9,205.	1,335.
40	Conferences, conventions, and meetings	15,218.	6,393.	8,825.	
41	Interest				
42	Depreciation, depletion, etc (attach schedule)	335,085.	247,563.	76,490.	11,032.
43	Other expenses not covered above (itemize):				
a	_____				
b	_____				
c	_____				
d	_____				
e	SEE STATEMENT 4	1,669,948.	1,136,336.	517,325.	16,287.
44	Total functional expenses (add lines 22 through 43) Organizations completing columns (B)-(D), carry these totals to lines 13-15.	8,769,760.	6,479,441.	2,074,585.	215,734.

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

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? Yes No
 If "Yes," enter (i) the aggregate amount of these joint costs \$ _____; (ii) the amount allocated to Program services \$ _____;
 (iii) the amount allocated to Management and general \$ _____; and (iv) the amount allocated to Fundraising \$ _____

Part III Statement of Program Service Accomplishments

What is the organization's primary exempt purpose? SEE STATEMENT 5		Program Service Expenses (Required for 501(c)(3) and (4) orgs, and 4947(a)(1) trusts; but optional for others)
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.)		
a	OUTPATIENT CLINICAL SERVICES (SEE STATEMENT A ATTACHED)	
	(Grants and allocations \$ _____)	3,318,025.
b	SCHOOL SERVICES (SEE STATEMENT A ATTACHED)	
	(Grants and allocations \$ _____)	3,161,416.
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)	6,479,441.

Part IV Balance Sheets

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	190,198.	45 609,310.	
	46 Savings and temporary cash investments	213,838.	46 154,157.	
	47 a Accounts receivable	47a 2,567,382.	47c 2,307,355.	
	b Less: allowance for doubtful accounts	47b 260,027.		
	48 a Pledges receivable	48a 3,191,519.	48c 3,191,519.	
	b Less: allowance for doubtful accounts	48b		
	49 Grants receivable		49	
	50 Receivables from officers, directors, trustees, and key employees		50	
	51 a Other notes and loans receivable	51a	51c	
	b Less: allowance for doubtful accounts	51b		
	52 Inventories for sale or use		52	
	53 Prepaid expenses and deferred charges	153,648.	53 153,268.	
	54 Investments - securities STMT 6	<input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV	54 21,612,601.	23,526,999.
	55 a Investments - land, buildings, and equipment: basis	55a	55c	
	b Less: accumulated depreciation	55b		
56 Investments - other		56		
57 a Land, buildings, and equipment basis	57a 11,299,331.	57c 7,953,891.		
b Less: accumulated depreciation	57b 3,345,440.			
58 Other assets (describe ▶)		58		
59 Total assets (add lines 45 through 58) (must equal line 74)		34,465,772.	59 37,896,499.	
Liabilities	60 Accounts payable and accrued expenses	1,045,215.	60 1,054,882.	
	61 Grants payable		61	
	62 Deferred revenue		62	
	63 Loans from officers, directors, trustees, and key employees		63	
	64 a Tax-exempt bond liabilities		64a	
	b Mortgages and other notes payable		64b	
	65 Other liabilities (describe ▶)		65	
66 Total liabilities (add lines 60 through 65)		1,045,215.	66 1,054,882.	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.			
	67 Unrestricted	13,193,601.	67 17,889,962.	
	68 Temporarily restricted	94,307.	68 760,135.	
	69 Permanently restricted	20,132,649.	69 18,191,520.	
	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)		33,420,557.	73 36,841,617.	
74 Total liabilities and net assets / fund balances (add lines 66 and 73)		34,465,772.	74 37,896,499.	

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		Part IV-B Reconciliation of Expenses per Audited Financial Statements with Expenses per Return	
a Total revenue, gains, and other support per audited financial statements	▶ a	11470955.	
b Amounts included on line a but not on line 12, Form 990:			
(1) Net unrealized gains on investments \$ 1,221,888.			
(2) Donated services and use of facilities \$			
(3) Recoveries of prior year grants \$			
(4) Other (specify): \$			
Add amounts on lines (1) through (4)	▶ b	1,221,888.	
c Line a minus line b	▶ c	10249067.	
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): STMT 7 \$ 719,865.			
Add amounts on lines (1) and (2)	▶ d	719,865.	
e Total revenue per line 12, Form 990 (line c plus line d)	▶ e	10968932.	
a Total expenses and losses per audited financial statements	▶ a	8,049,895.	
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	0.	
c Line a minus line b	▶ c	8,049,895.	
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): STMT 8 \$ 719,865.			
Add amounts on lines (1) and (2)	▶ d	719,865.	
e Total expenses per line 17, Form 990 (line c plus line d)	▶ e	8,769,760.	

Part V List of Officers, Directors, Trustees, and Key Employees (List each one even if not compensated.)				
(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
STEPHEN A. JOFFE P.O. BOX 3128 HALF MOON BAY, CA 94019	EXECUTIVE DIRECTOR 40	137,500.	30,250.	0.
GINA SESSIONS 3063 SILVER STATES SAN JOSE, CA 95135	CLINICAL DIRECTOR 40	112,500.	24,750.	0.
KAREN BRESLOW 532 CHARMING AVE PALO ALTO, CA 94301	INTERIM SCHOOL DIRECTOR 40	75,000.	16,500.	0.
CAROL ROCUZZO 603 PORTSMOUTH LANE FOSTER CITY, CA 94404	HUMAN RESOURCE DIRECTOR 40	87,083.	19,158.	0.
THOMAS MCPHERSON 465 ALVARADO STREET SAN FRANCISCO, CA 94114	CLIENT CARE DIRECTOR 40	83,300.	18,326.	0.
KAREN GRITES 315 HOMER AVE, #102 PALO ALTO, CA 94301	DIRECTOR OF PROF SERVICES 40	97,000.	21,340.	0.
SEE ATTACHED LIST OF DIRECTORS STATEMENT B				
		0.	0.	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? If "Yes," attach schedule. Yes No

Part VI Other Information

Form with rows 76-91 containing questions about organizational activities, tax returns, and financial information. Includes checkboxes for 'Yes' and 'No' and input fields for amounts.

Located at 650 CLARK WAY, PALO ALTO, CA ZIP + 4 94304

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

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 section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclu- sion code	(D) Amount	
93 Program service revenue:					
a PATIENT FEES					2,075,352.
b SCHOOL DISTRICT FUNDING					4,111,027.
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			14	3,704.	
96 Dividends and interest from securities			14	468,077.	
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			18	550,990.	
101 Net income or (loss) from special events					625,288.
102 Gross profit or (loss) from sales of inventory					
103 Other revenue:					
a COUNTY CONTRACTS					1,218,064.
b OTHER INCOME					37,490.
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0.		1,022,771.	8,067,221.
105 Total (add line 104, columns (B), (D), and (E))					9,089,992.

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 9

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: *[Signature]* Date: 2/14/06 Type or print name and title: *Debra Fierman, CFO*

Paid Preparer's Use Only

Preparer's signature: *[Signature]* Date: 2/10/06 Check if self-employed: Preparer's SSN or PTIN: P00359548

Firm's name (or yours if self-employed), address, and ZIP + 4: FRANK, RIMERMAN & CO. LLP, 1801 PAGE MILL ROAD, PALO ALTO, CA 94304

EIN: Phone no: (650) 845-8100

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

2004

Name of the organization **THE CHILDREN'S HEALTH COUNCIL, INC.** Employer identification number **94 1312311**

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
<u>JEFF REICHTHAL</u> ----- DETAIL AVAILABLE UPON REQUEST.	PSYCHIATRIST 40	194,000.	42,680.	
<u>LENA OSHER</u> ----- DETAIL AVAILABLE UPON REQUEST.	PSYCHIATRIST 40	128,000.	28,160.	
<u>APRIL DAUGHERTY</u> ----- DETAIL AVAILABLE UPON REQUEST.	IT MANAGER 40	85,300.	18,766.	
<u>JOAN BARAN</u> ----- DETAIL AVAILABLE UPON REQUEST.	MENTAL HEALTH 40	84,500.	18,590.	
<u>LYDIA FLASHER</u> ----- DETAIL AVAILABLE UPON REQUEST.	PSYCHOLOGIST 40	84,500.	18,590.	
Total number of other employees paid over \$50,000 ▶	5			

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
<u>BRUCE G. FIELDING, JR.</u> ----- 1394 CUERNAVACA CIRCULO, MOUNTAIN VIEW, CA 94040	PROFESSIONAL FINANCE SERVICES	138,198.
----- ----- ----- ----- -----		
Total number of others receiving over \$50,000 for professional services ▶	1	

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.) SEE STATEMENT 10		
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	
e Transfer of any part of its income or assets?		X
3 a 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	
4 a 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. **N/A**
 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.)					
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose					
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975					
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					
23 Total of lines 15 through 22	0.	0.	0.	0.	0.
24 Line 23 minus line 17					
25 Enter 1% of line 23					

26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24	26a	N/A
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	N/A
c Total support for section 509(a)(1) test Enter line 24, column (e)	26c	N/A
d Add: Amounts from column (e) for lines: 18 _____ 19 _____ 22 _____ 26b _____	26d	N/A
e Public support (line 26c minus line 26d total)	26e	N/A
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))	26f	N/A %

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

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)

N/A

(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?		
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.)		
<hr/>			
<hr/>			
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? If you answered "No" to any of the above, please explain (If you need more space, attach a separate statement.)	32d	
<hr/>			
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? If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)	33h	
<hr/>			
<hr/>			
34 a	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) N/A
 (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												
	N/A													
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 -														
<table style="width: 100%; border: none;"> <tr> <td style="width: 50%;">If the amount on line 40 is -</td> <td style="width: 50%;">The lobbying nontaxable amount is -</td> </tr> <tr> <td>Not over \$500,000 ..</td> <td>20% of the amount on line 40 ..</td> </tr> <tr> <td>Over \$500,000 but not over \$1,000,000 ..</td> <td>\$100,000 plus 15% of the excess over \$500,000 ..</td> </tr> <tr> <td>Over \$1,000,000 but not over \$1,500,000 ..</td> <td>\$175,000 plus 10% of the excess over \$1,000,000 ..</td> </tr> <tr> <td>Over \$1,500,000 but not over \$17,000,000 ..</td> <td>\$225,000 plus 5% of the excess over \$1,500,000 ..</td> </tr> <tr> <td>Over \$17,000,000 ..</td> <td>\$1,000,000 ..</td> </tr> </table>	If the amount on line 40 is -	The lobbying nontaxable amount is -	Not over \$500,000 ..	20% of the amount on line 40 ..	Over \$500,000 but not over \$1,000,000 ..	\$100,000 plus 15% of the excess over \$500,000 ..	Over \$1,000,000 but not over \$1,500,000 ..	\$175,000 plus 10% of the excess over \$1,000,000 ..	Over \$1,500,000 but not over \$17,000,000 ..	\$225,000 plus 5% of the excess over \$1,500,000 ..	Over \$17,000,000 ..	\$1,000,000 ..	41	
If the amount on line 40 is -	The lobbying nontaxable amount is -													
Not over \$500,000 ..	20% of the amount on line 40 ..													
Over \$500,000 but not over \$1,000,000 ..	\$100,000 plus 15% of the excess over \$500,000 ..													
Over \$1,000,000 but not over \$1,500,000 ..	\$175,000 plus 10% of the excess over \$1,000,000 ..													
Over \$1,500,000 but not over \$17,000,000 ..	\$225,000 plus 5% of the excess over \$1,500,000 ..													
Over \$17,000,000 ..	\$1,000,000 ..													
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				N/A
	(a) 2004	(b) 2003	(c) 2002	(d) 2001	(e) Total
45 Lobbying nontaxable amount ..					0.
46 Lobbying ceiling amount (150% of line 45(e)) ..					0.
47 Total lobbying expenditures ..					0.
48 Grassroots nontaxable amount ..					0.
49 Grassroots ceiling amount (150% of line 48(e)) ..					0.
50 Grassroots lobbying expenditures ..					0.

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.) 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	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

FORM 990 GAIN (LOSS) FROM PUBLICLY TRADED SECURITIES STATEMENT 1

DESCRIPTION	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	NET GAIN OR (LOSS)
BERNSTEIN #888-03817	4,725,878.	4,233,981.	0.	491,897.
BERNSTEIN #888-03816	764,767.	703,320.	0.	61,447.
BERNSTEIN #037-70782	787,993.	790,347.	0.	<2,354.>
TO FORM 990, PART I, LINE 8	6,278,638.	5,727,648.	0.	550,990.

FORM 990 SPECIAL EVENTS AND ACTIVITIES STATEMENT 2

DESCRIPTION OF EVENT	GROSS RECEIPTS	CONTRIBUT. INCLUDED	GROSS REVENUE	DIRECT EXPENSES	NET INCOME
AUXILIARY AND SPECIAL EVENTS	823,468.		823,468.	198180.	625,288.
TO FM 990, PART I, LINE 9	823,468.		823,468.	198180.	625,288.

FORM 990 OTHER CHANGES IN NET ASSETS OR FUND BALANCES STATEMENT 3

DESCRIPTION	AMOUNT
UNREALIZED APPRECIATION OF MARKETABLE SECURITIES	1,221,888.
TOTAL TO FORM 990, PART I, LINE 20	1,221,888.

FORM 990 OTHER EXPENSES STATEMENT 4

DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
LOAN EXPENSE	11,192.		11,192.	
DUES AND MEMBERSHIPS	21,329.	10,798.	10,281.	250.
MARKETING FEES & ADVERTISING	128,582.	112,703.	14,635.	1,244.
CONSULTING FEES	169,593.	1,623.	165,595.	2,375.
TRANSCRIPTION EXPENSE	7,083.	7,083.		

TECHNICAL SUPPORT EXPENSE	169,778.	24,969.	144,045.	764.
BANK CHARGES	35,764.		35,764.	
UTILITIES & MAINTENANCE	308,388.	227,755.	70,169.	10,464.
INSURANCE	98,374.	31,540.	65,644.	1,190.
SCHOOL TRANSPORTATION	719,865.	719,865.	0.	0.
TOTAL TO FM 990, LN 43	1,669,948.	1,136,336.	517,325.	16,287.

FORM 990 STATEMENT OF ORGANIZATION'S PRIMARY EXEMPT PURPOSE STATEMENT 5
PART III

EXPLANATION

TO PROVIDE PROFESSIONAL SERVICES TO CHILDREN WITH EMOTIONAL, LEARNING, LANGUAGE, NEUROLOGICAL, AND/OR MENTAL DISABILITIES.

FORM 990 NON-GOVERNMENT SECURITIES STATEMENT 6

SECURITY DESCRIPTION	COST/FMV	CORPORATE STOCKS	CORPORATE BONDS	OTHER PUBLICLY TRADED SECURITIES	TOTAL NON-GOV'T SECURITIES
INVESTMENT IN SECURITIES	FMV			23526999.	23526999.
TO FORM 990, LINE 54, COL B				23526999.	23526999.

FORM 990 OTHER REVENUE INCLUDED ON FORM 990 STATEMENT 7

DESCRIPTION	AMOUNT
TRANSPORTATION EXPENSE	719,865.
TOTAL TO FORM 990, PART IV-A	719,865.

FORM 990 OTHER EXPENSES INCLUDED ON FORM 990 STATEMENT 8

DESCRIPTION	AMOUNT
TRANSPORTATION EXPENSE	719,865.
TOTAL TO FORM 990, PART IV-B	719,865.

FORM 990 PART VIII - RELATIONSHIP OF ACTIVITIES TO ACCOMPLISHMENT OF EXEMPT PURPOSES STATEMENT 9

LINE	EXPLANATION OF RELATIONSHIP OF ACTIVITIES
93	FEEES AND TUITION ARE FOR PROFESSIONAL, MEDICAL, PSYCHOLOGICAL, AND EDUCATIONAL SERVICES FOR CHILDREN. THE ORGANIZATION'S EXEMPT PURPOSE IS TO AID HANDICAPPED CHILDREN.
101	FUNDRAISING ACTIVITIES INCLUDE A SYMPHONY PERFORMANCE, AND OPERATION OF A SECOND-HAND STORE, WHICH ARE SUBSTANTIALLY RELATED TO THE ORGANIZATION'S EXEMPT PURPOSE AND FOR WHICH THE PRODUCTS AND SERVICES WERE DONATED.
103	OTHER MISCELLANEOUS REVENUE INCLUDES GOVERNMENT CONTRACTS, ROYALTIES, CONSULTATION REVENUES, AND OTHER MISCELLANEOUS REVENUES.

SCHEDULE A STATEMENT REGARDING ACTIVITIES WITH SUBSTANTIAL CONTRIBUTORS, TRUSTEES, DIRECTORS, CREATORS, KEY EMPLOYEES, ETC,. PART III, LINE 2 STATEMENT 10

OFFICER'S COMPENSATION - PLEASE SEE PART V OF FORM 990



CHILDREN'S HEALTH COUNCIL, INC.
FORM 990
TAX ID # 94-1312311
Statement A

PART III DESCRIPTION OF PROGRAM SERVICES RENDERED:

Diagnostic Assessment:

Team and single discipline assessments, including Psychological, Psychiatric, Behavioral, and Neuropsychological.

Psychotherapeutic Services:

Individual, group, and family counseling and psychotherapy to deal with emotional and behavioral problems.

Speech and Language/Occupational Therapy:

Programs for speech and language comprehension and expression and for perceptual and motor disabilities.

Learning Disabilities:

Diagnostic evaluation, school consultation, and educational therapy for children with learning disabilities.

Outcomes Measurement and Research

To measure the effectiveness of our services, CHC established the Outcomes Measurement and Research Department. The department not only coordinates our evaluation of the quality, impact and feasibility of new and existing services, but also contributes to the ongoing exchange among professionals in healthcare, scientific and policy arenas.

Professional training:

Schools Attuned.
Continuing Education Workshops, and symposiums.

The Esther B. Clark (EBC) School

Is a non-public, therapeutic day school for students with significant learning, behavioral and/or developmental challenges. The EBC school offers specially designed curricula for students between the ages of seven to sixteen.

THE CHILDREN'S HEALTH COUNCIL

The Children's Health Council Board of Directors – Committee Assignments FY 2004 to 2005

STATEMENT B

Officers

Rosalie Whitlock, Chair	Executive Committee (Chair), Governance & Nominating
John Kriewall, Vice Chair	Executive Committee, Governance & Nominating, Investment
Rita deSales French, Secretary	Executive Committee, Program Services/Clinical Advisory Committee
Mark Gates, Jr., Treasurer	Executive Committee, Finance (Chair)

Members

Mark Berryman	Audit (Chair)
Harvey J. Cohen	Governance & Nominating
Curtis Feeny	Investment
Thomas J. Friel	Endowment Campaign
Susan M. Hyatt	Governance & Nominating, Legislative & Public Policy
Ross Jaffe	Executive Committee, Finance, Program Services (Co-Chair)/Clinical Advisory Committee
Jacque Jarve	Governance & Nominating, Program Services/EBC School
Stephen Joffe	Executive Committee, Finance, Governance & Nominating, Legislative & Public Policy
Christine Johnson	Program Services (Co-Chair)/Program Development & Evaluation, Human Resources Advisory Committee

Robert Keller	Finance, Development & Community Relations (Chair)
Suzanne Killea	Finance
Michele Kirsch	Governance & Nominating, Annual Giving (EBC Society)
Bettina McAdoo, M.D.	Program Services/Clinical Advisory Committee
Patrick McGaraghan	Executive Committee, Governance & Nominating (Chair), Finance
Lisa Mooring	Audit
W. Jeffers Pickard	Finance, Investment
Lawrence M. Schwab	Finance, Human Resources Advisory Committee (Chair)
Joseph Seiger	Finance, Facilities & Security (Chair)
Hans Steiner, M.D.	Program Services/Clinical Advisory Committee
Deborah Stipek, Ph.D.	Program Services/Educational Services and EBC School
John G. Williams	Executive Committee, Governance & Nominating, Finance, Audit
<u>Ex Officio</u>	
Carolyn Samuels	Auxiliary President
Quin Whitman	Summer Symphony

FORM 990 - PART I, STATEMENT 1
 CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL, PERMANENT ENDOWMENT FUND (888-03817)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
Short Term								
12/19/2003	09/28/2004	300	CISCO SYSTEMS INC	17.98	24.00	5,377.26	7,198.52	-1,821.26
01/28/2004	10/27/2004	400	MANULIFE FINL CORP	44.97	35.51	17,959.58	14,202.26	3,757.32
06/08/2004	10/27/2004	600	AVON PRODUCTS INC	41.98	45.50	25,146.13	27,298.66	-2,152.53
06/08/2004	10/27/2004	700	BROADCOM CORP	26.77	43.65	18,694.66	30,554.81	-11,860.15
01/07/2004	10/27/2004	400	BP AMOCO P L C	58.35	49.05	23,309.31	19,620.71	3,688.60
11/20/2003	10/27/2004	750	BED BATH & BEYOND INC	40.51	40.00	30,330.63	30,002.23	328.40
01/28/2004	10/27/2004	400	BORG WARNER AUTOMOTIVE INC	46.91	48.54	18,735.25	19,415.52	-680.27
07/09/2004	10/27/2004	900	CAREMARK RX INC	29.76	31.11	26,726.85	27,997.39	-1,270.54
12/19/2003	10/27/2004	1,000	CISCO SYSTEMS INC	18.57	24.00	18,505.43	23,995.07	-5,489.64
07/07/2004	10/27/2004	1,700	CORNING INC	11.40	12.19	19,283.39	20,718.16	-1,434.77
07/07/2004	10/27/2004	500	J P MORGAN CHASE & CO	38.01	37.14	18,970.95	18,569.81	401.14
03/30/2004	10/27/2004	1,000	J P MORGAN CHASE & CO	38.01	42.02	37,941.90	42,019.48	-4,077.58
03/19/2004	10/27/2004	1,000	J P MORGAN CHASE & CO	38.01	41.38	37,941.91	41,378.12	-3,436.21
07/22/2004	10/27/2004	700	KROGER CO-W/RTS TO PUR COM/STK	15.00	16.44	10,462.30	11,508.31	-1,046.01
05/28/2004	10/27/2004	1,300	KROGER CO-W/RTS TO PUR COM/STK	15.00	16.68	19,429.99	21,683.28	-2,253.29
09/29/2004	10/27/2004	400	NABORS INDUSTRIES LTD	49.76	46.91	19,874.77	18,764.49	1,110.28
07/09/2004	10/27/2004	400	ST JUDE MEDICAL INC	75.98	72.82	30,358.44	29,128.60	1,229.84
11/20/2003	10/27/2004	1,800	YAHOO INC	36.23	19.83	65,092.78	35,697.54	29,395.24
01/14/2004	11/26/2004	800	OCCIDENTAL PETROLEUM CORP-DEL	60.28	44.49	48,163.66	35,588.21	12,575.45

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL, PERMANENT ENDOWMENT FUND (888-03817)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
01/28/2004	12/02/2004	700	MANULIFE FINL CORP	46.02	35.51	32,160.67	24,853.98	7,306.69
01/14/2004	12/02/2004	800	CHEVRONTEXACO CORP	52.64	42.67	42,049.53	34,132.40	7,917.13
07/16/2004	12/06/2004	800	AMAZON COM INC	39.44	48.48	31,494.80	38,786.53	-7,291.73
10/12/2004	12/06/2004	1,300	AMAZON COM INC	39.44	39.90	51,179.05	51,871.47	-692.42
01/13/2004	12/06/2004	1,900	APPLIED MATERIALS INC	17.90	24.18	33,887.49	45,950.26	-12,062.77
05/04/2004	12/29/2004	500	INTEL CORP	23.28	26.19	11,606.57	13,094.57	-1,488.00
05/04/2004	12/30/2004	1,200	INTEL CORP	23.33	26.19	27,920.06	31,426.99	-3,506.93
08/05/2004	12/31/2004	200	WAL-MART STORES INC	52.80	52.50	10,544.87	10,500.67	44.20
12/08/2004	01/07/2005	350	RESEARCH IN MOTION LTD	73.41	91.73	25,664.90	32,105.47	-6,440.57
04/23/2004	01/13/2005	900	BED BATH & BEYOND INC	40.72	37.68	36,585.06	33,910.86	2,674.20
04/23/2004	01/14/2005	500	BED BATH & BEYOND INC	40.80	37.68	20,365.16	18,839.38	1,525.78
08/05/2004	01/28/2005	700	WAL-MART STORES INC	52.41	52.50	36,636.04	36,752.36	-116.32
08/10/2004	02/14/2005	700	CAREMARK RX INC	38.64	27.89	26,999.19	19,526.38	7,472.81
07/09/2004	02/14/2005	600	CAREMARK RX INC	38.64	31.11	23,142.16	18,664.94	4,477.22
06/08/2004	03/22/2005	1,000	BOSTON SCIENTIFIC CORP	29.11	42.64	29,043.30	42,642.53	-13,599.23
03/25/2004	03/22/2005	1,000	J P MORGAN CHASE & CO	35.62	40.83	35,552.27	40,826.40	-5,274.13
01/07/2005	03/29/2005	1,000	BOSTON SCIENTIFIC CORP	29.07	35.25	29,006.11	35,249.67	-6,243.56
07/07/2004	03/30/2005	700	J P MORGAN CHASE & CO	34.81	37.14	24,322.50	25,997.74	-1,675.24
11/10/2004	04/26/2005	900	SYMANTEC CORP	18.87	30.03	16,986.33	27,025.16	-10,038.83
09/29/2004	04/26/2005	1,600	SYMANTEC CORP	18.87	27.00	30,197.92	43,197.42	-12,999.50

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL, PERMANENT ENDOWMENT FUND (888-03817)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
01/28/2004	12/02/2004	700	MANULIFE FINL CORP	46.02	35.51	32,160.67	24,853.98	7,306.69
01/14/2004	12/02/2004	800	CHEVRONTEXACO CORP	52.64	42.67	42,049.53	34,132.40	7,917.13
07/16/2004	12/06/2004	800	AMAZON COM INC	39.44	48.48	31,494.80	38,786.53	-7,291.73
10/12/2004	12/06/2004	1,300	AMAZON COM INC	39.44	39.90	51,179.05	51,871.47	-692.42
01/13/2004	12/06/2004	1,900	APPLIED MATERIALS INC	17.90	24.18	33,887.49	45,950.26	-12,062.77
05/04/2004	12/29/2004	500	INTEL CORP	23.28	26.19	11,606.57	13,094.57	-1,488.00
05/04/2004	12/30/2004	1,200	INTEL CORP	23.33	26.19	27,920.06	31,426.99	-3,506.93
08/05/2004	12/31/2004	200	WAL-MART STORES INC	52.80	52.50	10,544.87	10,500.67	44.20
12/08/2004	01/07/2005	350	RESEARCH IN MOTION LTD	73.41	91.73	25,664.90	32,105.47	-6,440.57
04/23/2004	01/13/2005	900	BED BATH & BEYOND INC	40.72	37.68	36,585.06	33,910.86	2,674.20
04/23/2004	01/14/2005	500	BED BATH & BEYOND INC	40.80	37.68	20,365.16	18,839.38	1,525.78
08/05/2004	01/28/2005	700	WAL-MART STORES INC	52.41	52.50	36,636.04	36,752.36	-116.32
08/10/2004	02/14/2005	700	CAREMARK RX INC	38.64	27.89	26,999.19	19,526.38	7,472.81
07/09/2004	02/14/2005	600	CAREMARK RX INC	38.64	31.11	23,142.16	18,664.94	4,477.22
06/08/2004	03/22/2005	1,000	BOSTON SCIENTIFIC CORP	29.11	42.64	29,043.30	42,642.53	-13,599.23
03/25/2004	03/22/2005	1,000	J P MORGAN CHASE & CO	35.62	40.83	35,552.27	40,826.40	-5,274.13
01/07/2005	03/29/2005	1,000	BOSTON SCIENTIFIC CORP	29.07	35.25	29,006.11	35,249.67	-6,243.56
07/07/2004	03/30/2005	700	J P MORGAN CHASE & CO	34.81	37.14	24,322.50	25,997.74	-1,675.24
11/10/2004	04/26/2005	900	SYMANTEC CORP	18.87	30.03	16,986.33	27,025.16	-10,038.83
09/29/2004	04/26/2005	1,600	SYMANTEC CORP	18.87	27.00	30,197.92	43,197.42	-12,999.50

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL, PERMANENT ENDOWMENT FUND (888-03817)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
08/09/2004	05/13/2005	800	MEDCOHEALTH SOLUTIONS INC	51.87	29.99	41,493.92	23,994.53	17,499.39
06/15/2004	05/20/2005	600	JONES APPAREL GROUP INC	32.33	38.60	19,398.00	23,159.88	-3,761.88
*** Subtotal For Short Term						1,128,541.09	1,147,850.76	-19,309.67
Long Term								
08/05/2002	09/08/2004	400	WHIRLPOOL CORP	61.92	52.73	24,737.79	21,090.48	3,647.31
09/03/2002	09/15/2004	1,000	CORNING INC	10.96	1.92	10,900.06	1,922.20	8,977.86
09/18/2002	09/17/2004	200	CORNING INC	11.28	1.88	2,244.42	376.00	1,868.42
09/16/2002	09/17/2004	1,000	CORNING INC	11.28	1.99	11,222.13	1,986.20	9,235.93
09/18/2002	09/20/2004	800	CORNING INC	11.30	1.88	8,991.05	1,504.00	7,487.05
01/01/1950	09/27/2004	1,100	CISCO SYSTEMS INC	18.13	5.93	19,872.62	6,523.61	13,349.01
01/01/1950	09/27/2004	1,400	INTEL CORP	20.08	31.65	28,024.92	44,306.00	-16,281.08
01/01/1950	09/28/2004	2,300	CISCO SYSTEMS INC	17.98	5.93	41,225.62	13,640.28	27,585.34
01/01/1950	09/28/2004	1,100	INTEL CORP	19.81	31.65	21,721.60	34,811.86	-13,090.26
07/09/2002	10/06/2004	4,901.60500	BERNSTEIN INTERNATIONAL PORTFOLIO	19.31	15.21	94,650.00	74,553.41	20,096.59
07/09/2002	10/06/2004	1,732.18700	ALLIANCEBERNSTEIN REIT INSTL F	12.21	8.60	21,150.00	14,888.75	6,261.25
05/02/2003	10/06/2004	800	WAL-MART STORES INC	53.46	55.77	42,705.73	44,618.28	-1,912.55
01/01/1950	10/06/2004	1,200	WAL-MART STORES INC	53.46	31.18	64,058.59	37,418.90	26,639.69
05/05/2003	10/11/2004	700	RENAISSANCERE HOLDINGS LTD	50.33	46.58	35,177.44	32,603.85	2,573.59
07/09/2002	10/20/2004	10,577.70500	ALLIANCEBERNSTEIN REIT INSTL F	12.29	8.60	130,000.00	90,919.07	39,080.93
05/02/2003	10/27/2004	711	MANULIFE FINL CORP	44.97	23.73	31,923.16	16,871.65	15,051.51

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL, PERMANENT ENDOWMENT FUND (888-03817)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
11/25/2002	10/27/2004	3,487	BERNSTEIN EMERGING MARKETS PORTFOLIO	29.64	14.98	101,300.00	52,233.84	49,066.16
11/25/2002	10/27/2004	0.42800	BERNSTEIN EMERGING MARKETS PORTFOLIO	29.64	14.98	0.00	6.41	-6.41
07/09/2002	10/27/2004	31,504.14900	BERNSTEIN INTERNATIONAL PORTFOLIO	19.28	15.21	607,400.00	479,178.10	128,221.90
06/12/2003	10/27/2004	3,800	ADC TELECOMMUNICATIONS INC	2.17	2.62	8,140.92	9,962.46	-1,821.54
06/13/2003	10/27/2004	2,200	ADC TELECOMMUNICATIONS INC	2.17	2.58	4,713.17	5,667.86	-954.69
01/01/1950	10/27/2004	700	AMER INTERNATIONAL GROUP INC	60.57	83.36	42,344.64	58,349.78	-16,005.14
05/02/2003	10/27/2004	200	AMGEN	56.21	63.34	11,226.44	12,667.13	-1,440.69
01/01/1950	10/27/2004	1,200	AMGEN	56.21	70.44	67,358.63	84,525.00	-17,166.37
05/02/2003	10/27/2004	800	BURLINGTON NORTHERN SANTA FE	41.66	28.01	33,274.45	22,407.02	10,867.43
02/25/2003	10/27/2004	778	BANK OF AMER CORP	44.40	22.01	34,488.11	17,120.98	17,367.13
01/01/1950	10/27/2004	600	BANK OF AMER CORP	44.40	25.14	26,597.52	15,082.39	11,515.13
07/09/2002	10/27/2004	332	BANK OF AMER CORP	44.40	28.18	14,717.29	9,356.51	5,360.78
05/02/2003	10/27/2004	100	BANK OF AMER CORP	44.40	37.42	4,432.92	3,741.65	691.27
07/09/2002	10/27/2004	1,300	CONSTELLATION ENERGY GROUP INC	40.83	27.56	52,993.86	35,825.07	17,168.79
01/01/1950	10/27/2004	500	CITIGROUP INC	43.86	43.20	21,895.96	21,601.20	294.76
10/03/2003	10/27/2004	1,000	CITIGROUP INC	43.86	47.53	43,791.92	47,532.78	-3,740.86
07/09/2002	10/27/2004	500	COOPER INDUSTRIES LTD	62.25	38.03	31,085.22	19,014.41	12,070.81
01/01/1950	10/27/2004	460	CONOCOPHILLIPS	84.48	67.08	38,823.09	30,858.75	7,964.34
01/01/1950	10/27/2004	1,400	DELL INC	34.68	27.57	48,458.64	38,601.22	9,857.42
09/16/2003	10/27/2004	300	EBAY INC	98.89	54.10	29,642.30	16,229.68	13,412.62

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL, PERMANENT ENDOWMENT FUND (888-03817)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
07/09/2002	10/27/2004	900	ENTERGY CORP NEW	65.13	41.99	58,548.80	37,788.13	20,760.67
05/02/2003	10/27/2004	600	ENTERGY CORP NEW	65.13	47.00	39,032.53	28,198.87	10,833.66
01/01/1950	10/27/2004	800	GENERAL ELECTRIC CO	33.79	22.91	26,978.95	18,328.00	8,650.95
10/23/2003	10/27/2004	1,300	GENERAL ELECTRIC CO	33.79	28.41	43,840.80	36,931.10	6,909.70
07/09/2002	10/27/2004	1,800	HEWLETT PACKARD CO	18.44	15.98	33,084.34	28,768.91	4,315.43
07/30/2003	10/27/2004	300	INTEL CORP	21.89	24.59	6,548.62	7,376.07	-827.45
01/01/1950	10/27/2004	2,700	INTEL CORP	21.89	31.65	58,937.57	85,447.31	-26,509.74
11/26/2002	10/27/2004	600	LOWES COMPANIES INC	56.20	39.82	33,675.30	23,892.15	9,783.15
05/09/2003	10/27/2004	300	LOWES COMPANIES INC	56.20	45.16	16,837.65	13,546.79	3,290.86
10/01/2002	10/27/2004	100	LOWES COMPANIES INC	56.20	40.68	5,612.55	4,067.85	1,544.70
05/02/2003	10/27/2004	1,200	MBNA CORP	25.77	18.84	30,851.98	22,603.13	8,248.85
07/09/2002	10/27/2004	900	MAY DEPARTMENT STORES CO	25.79	33.17	23,151.13	29,855.79	-6,704.66
05/02/2003	10/27/2004	2,400	MICROSOFT CORP	28.13	26.01	67,358.61	62,421.53	4,937.08
01/01/1950	10/27/2004	1,100	MICROSOFT CORP	28.13	11.30	30,872.70	12,434.09	18,438.61
05/05/2003	10/27/2004	600	NATIONAL CITY CORP	38.50	30.86	23,059.01	18,513.45	4,545.56
09/30/2003	10/27/2004	600	PEPSICO INC-NORTH CAROLINA	49.60	45.92	29,716.20	27,554.42	2,161.78
10/08/2002	10/27/2004	500	PROCTER & GAMBLE CO	51.76	44.78	25,843.04	22,390.92	3,452.12
01/16/2003	10/27/2004	800	SAFEWAY INC	18.01	25.63	14,360.30	20,503.78	-6,143.48
05/23/2003	10/27/2004	400	SAFEWAY INC	18.01	18.83	7,180.15	7,533.85	-353.70
01/15/2003	10/27/2004	1,000	SAFEWAY INC	18.01	25.66	17,950.37	25,663.74	-7,713.37

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL, PERMANENT ENDOWMENT FUND (888-03817)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
07/01/2003	10/27/2004	400	TEXTRON INC-W/RTS TO PUR P/STK	68.45	38.89	27,347.61	15,556.81	11,790.80
06/27/2003	10/27/2004	1,000	TEXTRON INC-W/RTS TO PUR P/STK	68.45	38.56	68,369.01	38,557.30	29,811.71
01/01/1950	10/27/2004	700	UNITEDHEALTH GROUP INC	72.66	32.72	50,804.80	22,904.60	27,900.20
11/26/2002	10/27/2004	100	UNITEDHEALTH GROUP INC	72.66	39.39	7,257.83	3,939.15	3,318.68
01/01/1950	10/27/2004	740	VIACOM INC-NON VTG	34.90	48.68	25,776.58	36,021.57	-10,244.99
05/02/2003	10/27/2004	1,000	WACHOVIA CORP 2ND NEW	48.50	39.13	48,427.66	39,132.57	9,295.09
05/02/2003	10/27/2004	700	WAL-MART STORES INC	53.69	55.77	37,530.69	39,041.00	-1,510.31
08/05/2002	10/27/2004	400	WHIRLPOOL CORP	58.95	52.73	23,549.21	21,090.48	2,458.73
01/01/1950	11/09/2004	700	LEHMAN BROTHERS HOLDINGS INC	83.26	71.04	58,221.76	49,728.00	8,493.76
01/01/1950	12/06/2004	300	CONOCOPHILLIPS	86.65	67.08	25,970.09	20,125.27	5,844.82
11/20/2003	12/06/2004	800	MAXIM INTERGRATED PRODUCTS INC	42.13	50.04	33,647.25	40,035.91	-6,388.66
11/26/2002	12/07/2004	400	GLAXO PLC-SPONSORED ADR	45.21	38.94	18,054.02	15,576.49	2,477.53
05/07/2003	12/08/2004	500	NORFOLK SOUTHERN CORP	35.20	21.27	17,565.80	10,634.47	6,931.33
05/06/2003	12/08/2004	1,000	NORFOLK SOUTHERN CORP	35.20	21.31	35,131.59	21,312.66	13,818.93
09/06/2002	12/14/2004	60	VIACOM INC-NON VTG	34.02	40.08	2,037.37	2,404.69	-367.32
05/02/2003	12/14/2004	1,540	VIACOM INC-NON VTG	34.02	44.10	52,292.38	67,918.63	-15,626.25
06/17/2003	12/15/2004	800	VIACOM INC-NON VTG	34.37	47.06	27,445.47	37,648.56	-10,203.09
05/02/2003	12/15/2004	360	VIACOM INC-NON VTG	34.37	44.10	12,350.46	15,877.09	-3,526.63
07/30/2003	12/29/2004	1,300	INTEL CORP	23.28	24.59	30,177.08	31,962.99	-1,785.91
06/03/2003	12/31/2004	700	WAL-MART STORES INC	52.80	52.70	36,907.04	36,892.49	14.55

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL, PERMANENT ENDOWMENT FUND (888-03817)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
05/02/2003	12/31/2004	300	WAL-MART STORES INC	52.80	55.77	15,817.30	16,731.87	-914.57
11/20/2003	01/13/2005	200	BED BATH & BEYOND INC	40.72	40.00	8,130.01	8,000.60	129.41
01/01/1950	01/21/2005	600	PFIZER INC	24.82	29.24	14,851.59	17,542.62	-2,691.03
05/02/2003	01/21/2005	400	PFIZER INC	24.82	31.38	9,901.06	12,552.03	-2,650.97
05/02/2003	01/27/2005	1,000	PFIZER INC	24.66	31.38	24,601.41	31,380.09	-6,778.68
05/02/2003	01/31/2005	400	PFIZER INC	24.63	31.38	9,827.45	12,552.04	-2,724.59
08/13/2002	02/01/2005	1,000	INGRAM MICRO INC-CL A	18.76	12.06	18,700.38	12,061.96	6,638.42
01/01/1950	02/14/2005	1,500	PFIZER INC	25.22	11.99	37,738.77	17,981.25	19,757.52
12/19/2003	02/16/2005	400	CISCO SYSTEMS INC	17.81	24.00	7,099.71	9,598.03	-2,498.32
01/13/2004	02/16/2005	1,000	CISCO SYSTEMS INC	17.81	27.02	17,749.29	27,015.58	-9,266.29
01/13/2004	02/18/2005	1,900	CISCO SYSTEMS INC	17.34	27.02	32,829.13	51,329.61	-18,500.48
08/29/2002	02/24/2005	800	PARKER-HANNIFIN CORP	64.98	40.77	51,916.77	32,613.04	19,303.73
05/02/2003	03/01/2005	1,800	PFIZER INC	26.40	31.38	47,768.55	56,484.16	-8,715.61
05/02/2003	03/02/2005	500	PFIZER INC	26.62	31.38	13,277.29	15,690.05	-2,412.76
12/19/2002	03/21/2005	500	GLAXO PLC-SPONSORED ADR	46.87	36.01	23,398.16	18,002.67	5,395.49
11/26/2002	03/21/2005	200	GLAXO PLC-SPONSORED ADR	46.87	38.94	9,359.24	7,788.25	1,571.01
03/26/2004	03/30/2005	300	J P MORGAN CHASE & CO	34.81	41.50	10,423.93	12,448.58	-2,024.65
03/25/2004	03/30/2005	200	J P MORGAN CHASE & CO	34.81	40.83	6,949.28	8,165.28	-1,216.00
04/30/2004	05/20/2005	2,000	TIME WARNER INC	17.74	16.90	35,488.20	33,806.27	1,681.93
05/02/2003	05/23/2005	800	AMGEN	61.91	63.34	49,529.68	50,668.53	-1,138.85

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL, PERMANENT ENDOWMENT FUND (888-03817)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
06/17/2003	05/23/2005	600	AMGEN	61.91	67.24	37,147.26	40,344.64	-3,197.38
12/26/2003	05/23/2005	400	AMGEN	61.91	61.62	24,764.84	24,646.64	118.20
07/09/2002	05/24/2005	900	MEADWESTVACO CORP	29.05	32.69	26,140.86	29,420.21	-3,279.35
07/12/2002	05/24/2005	700	MEADWESTVACO CORP	29.05	30.18	20,331.78	21,128.85	-797.07
*** Subtotal For Long Term						3,597,336.47	3,086,130.24	511,206.23
**** Total						4,725,877.56	4,233,981.00	491,896.56
** Account Totals **								
						Short Term Loss:		-19,309.67
						Long Term Gain:		511,206.23
						Current Period Gain:		491,896.56

The information in this report is of a preliminary nature and for this account only; you should verify the accuracy of all calculations with your tax advisor.

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL- FUNDS FUNCTIONING AS ENDOWMENT (888-03816)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
Short Term								
10/12/2004	12/06/2004	225	AMAZON COM INC	39.44	39.90	8,857.91	8,977.75	-119.84
07/06/2004	12/06/2004	175	AMAZON COM INC	39.44	51.20	6,889.49	8,959.48	-2,069.99
01/13/2004	12/06/2004	300	APPLIED MATERIALS INC	17.90	24.18	5,350.65	7,255.30	-1,904.65
04/23/2004	12/06/2004	175	MAXIM INTERGRATED PRODUCTS INC	42.13	47.00	7,360.33	8,225.25	-864.92
01/26/2004	12/06/2004	125	MAXIM INTERGRATED PRODUCTS INC	42.13	53.83	5,257.38	6,729.25	-1,471.87
06/29/2004	12/10/2004	25	WAL-MART STORES INC	52.70	52.23	1,315.57	1,305.70	9.87
06/29/2004	12/14/2004	275	VIACOM INC-NON VTG	34.02	35.34	9,337.92	9,719.60	-381.68
07/22/2004	12/16/2004	3	NEENAH PAPER INC	32.32	42.84	96.76	128.53	-31.77
07/16/2004	12/29/2004	400	INTEL CORP	23.28	23.25	9,285.26	9,298.35	-13.09
03/30/2004	12/29/2004	300	INTEL CORP	23.28	27.36	6,963.94	8,208.58	-1,244.64
12/08/2004	01/07/2005	100	RESEARCH IN MOTION LTD	73.41	91.73	7,332.82	9,172.99	-1,840.17
07/16/2004	01/13/2005	300	BED BATH & BEYOND INC	40.72	35.47	12,195.02	10,640.90	1,554.12
03/19/2004	01/13/2005	200	BED BATH & BEYOND INC	40.72	38.82	8,130.02	7,764.30	365.72
06/29/2004	01/28/2005	150	WAL-MART STORES INC	52.41	52.23	7,850.59	7,834.22	16.37
07/06/2004	03/09/2005	125	CAREMARK RX INC	40.14	30.32	5,008.82	3,789.41	1,219.41
03/19/2004	03/09/2005	190	J P MORGAN CHASE & CO	36.50	41.38	6,922.12	7,861.84	-939.72
06/29/2004	03/09/2005	100	MEADWESTVACO CORP	33.07	29.02	3,300.37	2,902.12	398.25
10/08/2004	03/09/2005	100	NABORS INDUSTRIES LTD	57.72	49.70	5,764.30	4,969.53	794.77
12/09/2004	03/09/2005	200	TEVA PHARMACEUTICAL INDS	31.07	28.60	6,200.06	5,720.42	479.64

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL- FUNDS FUNCTIONING AS ENDOWMENT (888-03816)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
04/14/2004	03/09/2005	100	V F CORP	59.26	47.88	5,918.23	4,787.97	1,130.26
07/22/2004	03/22/2005	325	BOSTON SCIENTIFIC CORP	29.11	35.13	9,439.07	11,416.12	-1,977.05
06/08/2004	03/22/2005	200	BOSTON SCIENTIFIC CORP	29.11	42.65	5,808.66	8,529.70	-2,721.04
06/29/2004	03/22/2005	60	J P MORGAN CHASE & CO	35.62	38.18	2,133.14	2,290.63	-157.49
03/24/2004	03/22/2005	225	J P MORGAN CHASE & CO	35.62	40.84	7,999.26	9,189.12	-1,189.86
03/30/2004	03/22/2005	200	J P MORGAN CHASE & CO	35.62	42.03	7,110.45	8,405.14	-1,294.69
10/06/2004	04/26/2005	400	SYMANTEC CORP	18.87	28.28	7,549.48	11,310.74	-3,761.26
06/29/2004	05/24/2005	75	MEADWESTVACO CORP	29.05	29.02	2,178.40	2,176.59	1.81
07/06/2004	05/24/2005	175	MEADWESTVACO CORP	29.05	28.99	5,082.95	5,074.09	8.86
07/06/2004	05/27/2005	250	FIRSTENERGY CORP	44.26	37.44	11,064.75	9,359.47	1,705.28
12/30/2004	06/16/2005	125	HCA-HEALTHCARE CO	56.44	39.54	7,055.31	4,941.93	2,113.38
*** Subtotal For Short Term						194,759.03	206,945.02	-12,185.99
Long Term								
01/01/1950	09/27/2004	475	CISCO SYSTEMS INC	18.13	27.86	8,581.36	13,233.21	-4,651.85
07/11/2003	09/27/2004	400	CISCO SYSTEMS INC	18.13	18.71	7,226.41	7,484.46	-258.05
01/01/1950	09/27/2004	775	INTEL CORP	20.08	31.28	15,513.79	24,241.53	-8,727.74
01/01/1950	10/06/2004	225	WAL-MART STORES INC	53.46	50.01	12,010.99	11,251.53	759.46
04/28/2003	10/06/2004	125	WAL-MART STORES INC	53.46	55.88	6,672.77	6,984.79	-312.02
07/16/2003	10/11/2004	100	RENAISSANCERE HOLDINGS LTD	50.33	48.36	5,025.35	4,836.34	189.01
07/09/2002	11/04/2004	150	MAY DEPARTMENT STORES CO	26.80	33.17	4,009.94	4,975.97	-966.03

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL- FUNDS FUNCTIONING AS ENDOWMENT (888-03816)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
07/09/2003	12/02/2004	88	MANULIFE FINL CORP	46.02	27.65	4,043.05	2,433.55	1,609.50
07/11/2003	12/06/2004	200	MERCK & CO INC	28.20	57.97	5,626.38	11,593.11	-5,966.73
03/12/2003	12/07/2004	75	GLAXO PLC-SPONSORED ADR	45.21	32.67	3,385.13	2,450.55	934.58
07/11/2003	12/07/2004	50	GLAXO PLC-SPONSORED ADR	45.21	39.00	2,256.75	1,949.98	306.77
02/14/2003	12/07/2004	100	GLAXO PLC-SPONSORED ADR	45.21	36.20	4,513.51	3,620.28	893.23
08/13/2002	12/07/2004	300	INGRAM MICRO INC-CL A	20.41	12.06	6,103.96	3,618.58	2,485.38
07/11/2003	12/10/2004	300	WAL-MART STORES INC	52.70	56.57	15,786.89	16,969.95	-1,183.06
04/28/2003	12/10/2004	25	WAL-MART STORES INC	52.70	55.88	1,315.58	1,396.96	-81.38
07/11/2003	12/14/2004	425	VIACOM INC-NON VTG	34.02	43.81	14,431.34	18,621.04	-4,189.70
09/11/2003	12/29/2004	375	INTEL CORP	23.28	27.72	8,704.93	10,394.39	-1,689.46
01/01/1950	12/29/2004	125	INTEL CORP	23.28	31.28	2,901.64	3,909.93	-1,008.29
01/01/1950	01/21/2005	50	PFIZER INC	24.82	29.23	1,237.63	1,461.47	-223.84
07/11/2003	01/21/2005	250	PFIZER INC	24.82	34.13	6,188.16	8,531.91	-2,343.75
07/11/2003	01/25/2005	627	BERNSTEIN EMERGING MARKETS PORTFOLIO	34.17	19.32	21,000.00	12,111.34	8,888.66
07/11/2003	01/25/2005	0.11600	BERNSTEIN EMERGING MARKETS PORTFOLIO	34.17	19.31	0.00	2.24	-2.24
07/09/2002	01/25/2005	1.813.74900	BERNSTEIN INTERNATIONAL PORTFOLIO	20.51	15.21	37,200.00	27,587.13	9,612.87
08/13/2002	02/01/2005	300	INGRAM MICRO INC-CL A	18.76	12.06	5,610.11	3,618.60	1,991.51
09/11/2003	02/16/2005	400	CISCO SYSTEMS INC	17.81	20.53	7,099.72	8,211.96	-1,112.24
07/11/2003	02/16/2005	400	CISCO SYSTEMS INC	17.81	18.71	7,099.71	7,484.47	-384.76
07/30/2002	02/17/2005	120.51800	BERNSTEIN INTERNATIONAL PORTFOLIO	21.31	13.72	2,569.79	1,653.50	916.29

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL- FUNDS FUNCTIONING AS ENDOWMENT (888-03816)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
07/09/2002	02/17/2005	1,028.48200	BERNSTEIN INTERNATIONAL PORTFOLIO	21.31	15.21	21,930.21	15,643.23	6,286.98
07/30/2002	02/17/2005	0.69500	BERNSTEIN INTERNATIONAL PORTFOLIO	21.31	13.71	0.00	9.53	-9.53
07/11/2003	02/22/2005	986.58200	ALLIANCEBERNSTEIN REIT INSTL F	12.67	9.10	12,500.00	8,977.89	3,522.11
07/30/2002	02/24/2005	125	PARKER-HANNIFIN CORP	64.98	38.58	8,111.99	4,822.17	3,289.82
07/11/2003	03/01/2005	600	PFIZER INC	26.60	34.13	15,922.85	20,476.57	-4,553.72
01/01/1950	03/01/2005	300	PFIZER INC	26.60	2.48	7,961.42	745.26	7,216.16
11/26/2002	03/08/2005	149.58900	BERNSTEIN INTERMEDIATE DURATION PORTFOLIO	13.37	13.08	2,000.00	1,956.62	43.38
07/30/2002	03/08/2005	454.75200	BERNSTEIN INTERNATIONAL PORTFOLIO	21.99	13.72	10,000.00	6,239.19	3,760.81
07/11/2003	03/08/2005	912.54800	ALLIANCEBERNSTEIN REIT INSTL F	13.15	9.10	12,000.00	8,304.18	3,695.82
11/26/2002	03/09/2005	4,063.20500	BERNSTEIN INTERMEDIATE DURATION PORTFOLIO	13.29	13.08	54,000.00	53,146.72	853.28
10/31/2002	03/09/2005	984.08200	BERNSTEIN INTERNATIONAL PORTFOLIO	21.90	12.61	21,554.54	12,409.27	9,145.27
07/30/2002	03/09/2005	1,453.91800	BERNSTEIN INTERNATIONAL PORTFOLIO	21.90	13.72	31,845.46	19,947.78	11,897.68
10/31/2002	03/09/2005	0.35600	BERNSTEIN INTERNATIONAL PORTFOLIO	21.90	12.58	0.00	4.48	-4.48
07/11/2003	03/09/2005	2,111.02400	ALLIANCEBERNSTEIN REIT INSTL F	12.79	9.10	27,000.00	19,210.32	7,789.68
01/27/2004	03/09/2005	50	ALCON INC	90.05	65.57	4,498.35	3,278.73	1,219.62
07/11/2003	03/09/2005	75	AMER INTERNATIONAL GROUP INC	65.73	56.93	4,923.71	4,269.99	653.72
01/01/1950	03/09/2005	75	AMGEN	61.37	72.62	4,596.63	5,446.73	-850.10
07/11/2003	03/09/2005	250	ARROW ELECTRONICS INC	27.43	16.82	6,841.53	4,204.37	2,637.16
07/09/2002	03/09/2005	50	CONSTELLATION ENERGY GROUP INC	51.94	27.56	2,593.27	1,377.89	1,215.38
07/11/2003	03/09/2005	100	CONSTELLATION ENERGY GROUP INC	51.94	33.26	5,186.55	3,326.10	1,860.45

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL- FUNDS FUNCTIONING AS ENDOWMENT (888-03816)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
07/11/2003	03/09/2005	100	COOPER INDUSTRIES LTD	71.18	42.21	7,109.76	4,220.83	2,888.93
01/01/1950	03/09/2005	100	CONOCOPHILLIPS	108.10	67.03	10,801.64	6,702.72	4,098.92
01/01/1950	03/09/2005	225	DELL INC	40.21	27.57	9,031.81	6,203.76	2,828.05
09/16/2003	03/09/2005	100	ELECTRONIC ARTS	69.91	45.47	6,982.71	4,546.50	2,436.21
07/11/2003	03/09/2005	150	GLAXO PLC-SPONSORED ADR	48.34	39.00	7,239.82	5,849.96	1,389.86
01/01/1950	03/09/2005	75	LEHMAN BROTHERS HOLDINGS INC	92.56	71.04	6,935.47	5,328.00	1,607.47
09/04/2002	03/09/2005	100	MEADWESTVACO CORP	33.07	22.91	3,300.36	2,291.03	1,009.33
01/01/1950	03/09/2005	200	MICROSOFT CORP	25.45	35.87	5,077.39	7,173.20	-2,095.81
09/30/2003	03/09/2005	250	PEPSICO INC-NORTH CAROLINA	52.95	45.92	13,217.72	11,481.02	1,736.70
07/09/2003	03/09/2005	31	ST PAUL COMPANIES INC	37.81	38.48	1,169.93	1,192.74	-22.81
11/11/2002	03/09/2005	130	ST PAUL COMPANIES INC	37.81	33.22	4,906.17	4,317.99	588.18
01/01/1950	03/09/2005	75	UNITEDHEALTH GROUP INC	90.27	32.72	6,764.02	2,454.06	4,309.96
06/17/2003	05/23/2005	75	AMGEN	61.91	67.36	4,643.41	5,052.17	-408.76
07/11/2003	05/23/2005	100	AMGEN	61.91	70.04	6,191.21	7,004.40	-813.19
04/27/2004	06/20/2005	250	ALCOA INC	28.12	32.52	7,030.00	8,130.90	-1,100.90
*** Subtotal For Long Term						569,982.82	496,375.07	73,607.75
Cash in Lieu								
01/01/1900	12/06/2004		NEENAH PAPER INC			25.19		25.19
			78788					
			KIMBERLY CLARK CORP					
*** Subtotal For Cash in Lieu						25.19	0.00	25.19

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL- FUNDS FUNCTIONING AS ENDOWMENT (888-03816)

	Total Proceeds	Total Cost	Gain Or Loss
**** Total	764,767.04	703,320.09	61,446.95
** Account Totals **			
		Short Term Loss:	-12,185.99
		Long Term Gain:	73,607.75
		Cash In Lieu Gain:	25.19
		Current Period Gain:	61,446.95

The information in this report is of a preliminary nature and for this account only; you should verify the accuracy of all calculations with your tax advisor.

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL- FUNDS FUNCTIONING AS ENDOWMENT (037-70782)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
Short Term								
08/30/2004	09/22/2004	9,675.69100	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.69	12.68	122,791.01	122,687.76	103.25
06/01/2004	09/22/2004	889.93700	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.69	12.62	11,293.90	11,231.00	62.90
04/20/2004	09/22/2004	36.15700	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.69	12.74	458.86	460.64	-1.78
03/19/2004	09/22/2004	34.16400	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.69	12.85	433.56	439.01	-5.45
06/18/2004	09/22/2004	34.01200	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.69	12.60	431.64	428.55	3.09
05/20/2004	09/22/2004	33.69400	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.69	12.63	427.60	425.56	2.04
08/20/2004	09/22/2004	31.07400	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.69	12.67	394.35	393.71	0.64
07/20/2004	09/22/2004	30.41500	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.69	12.64	385.99	384.44	1.55
02/25/2004	09/22/2004	1,840.76300	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.69	12.83	23,360.51	23,617.00	-256.49
06/29/2004	09/22/2004	0.09300	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.69	12.58	1.18	1.17	0.01
08/30/2004	09/22/2004	0.66700	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.69	12.67	0.00	8.45	-8.45
08/30/2004	11/22/2004	3,406.80900	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.63	12.68	43,028.00	43,198.33	-170.33
08/30/2004	12/14/2004	23,771.79100	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.62	12.68	300,000.00	301,426.30	-1,426.30
11/19/2004	02/17/2005	83.22600	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.56	12.63	1,045.40	1,051.14	-5.74
10/20/2004	02/17/2005	75.85200	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.56	12.69	952.77	962.56	-9.79
09/20/2004	02/17/2005	64.74800	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.56	12.69	813.30	821.65	-8.35
08/30/2004	02/17/2005	6,520.43600	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.56	12.68	81,902.92	82,679.16	-776.24
12/10/2004	02/17/2005	22.73800	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.56	12.62	285.61	286.94	-1.33
12/10/2004	02/17/2005	0.51600	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.56	12.62	0.00	6.51	-6.51

CAPITAL GAINS September 01, 2004 through June 30, 2005 (Fiscal Year - 12/31)

CHILDREN'S HEALTH COUNCIL- FUNDS FUNCTIONING AS ENDOWMENT (037-70782)

Open Date	Close Date	Quantity	Description	Sale Price	Unit Cost	Total Proceeds	Total Cost	Gain Or Loss
12/20/2004	06/27/2005	57.44000	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.49	12.60	717.46	723.75	-6.29
12/31/2004	06/27/2005	5.84900	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.49	12.60	73.06	73.70	-0.64
12/10/2004	06/27/2005	5.76300	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.49	12.62	71.98	72.74	-0.76
02/18/2005	06/27/2005	17.15600	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.49	12.54	214.29	215.14	-0.85
03/15/2005	06/27/2005	15,914.31800	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.49	12.48	198,769.78	198,610.68	159.10
01/20/2005	06/27/2005	11.18700	BERNSTEIN SHORT DURATION PLUS PORTFOLIO	12.49	12.58	139.73	140.73	-1.00
*** Subtotal For Short Term						<u>787,992.90</u>	<u>790,346.62</u>	<u>-2,353.72</u>
**** Total						<u>787,992.90</u>	<u>790,346.62</u>	<u>-2,353.72</u>

**** Account Totals ****

Short Term Loss: -2,353.72
 Current Period Loss: -2,353.72

The information in this report is of a preliminary nature and for this account only; you should verify the accuracy of all calculations with your tax advisor.

8

September 2004)

Department of the Treasury
Internal Revenue Service

Application for Extension of Time To File an Exempt Organization Return

▶ File a separate application for each return.

OMB No. 1545-1709

AFW

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box **X**
 - If you are filing for an **Additional (not automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form).
- Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.**

Part I Automatic 3-Month Extension of Time - Only submit original (no copies needed)

Form 990-T corporations requesting an automatic 6-month extension - check this box and complete Part I only

All other corporations (including Form 990-C filers) must use Form 7004 to request an extension of time to file income tax returns. Partnerships, REMICs, and trusts must use Form 8736 to request an extension of time to file Form 1065, 1066, or 1041.

Electronic Filing (e-file). Form 8868 can be filed electronically if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for corporate Form 990-T filers). However, you cannot file it electronically if you want the additional (not automatic) 3-month extension, instead you must submit the fully completed signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit www.irs.gov/efile.

Type or print	Name of Exempt Organization THE CHILDREN'S HEALTH COUNCIL OF THE MID-PENINSULA	Employer identification number 94-1312311
File by the due date for filing your return. See instructions.	Number, street, and room or suite no. If a P.O. box, see instructions. 700 SAND HILL ROAD	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. PALO ALTO, CA 94304	

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

- | | | |
|--|---|------------------------------------|
| <input checked="" type="checkbox"/> Form 990 | <input type="checkbox"/> Form 990-T (corporation) | <input type="checkbox"/> Form 4720 |
| <input type="checkbox"/> Form 990-BL | <input type="checkbox"/> Form 990-T (sec. 401(a) or 408(a) trust) | <input type="checkbox"/> Form 5227 |
| <input type="checkbox"/> Form 990-EZ | <input type="checkbox"/> Form 990-T (trust other than above) | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-PF | <input type="checkbox"/> Form 1041-A | <input type="checkbox"/> Form 8870 |

- The books are in the care of ▶ **ANDRES SIERRA**
Telephone No. ▶ **(650) 688-3685** FAX No. ▶ _____
- 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 organization's four digit Group Exemption Number (GEN) _____. If this is for the **whole** group, check this box . If it is for part of the group, check this box and attach a list with the names and EINs of all members the extension will cover.

1 I request an automatic 3-month (6-months for a **Form 990-T corporation**) extension of time until **FEBRUARY 15, 2006** to file the exempt organization return for the organization named above. The extension is for the organization's return for:

▶ calendar year _____ or

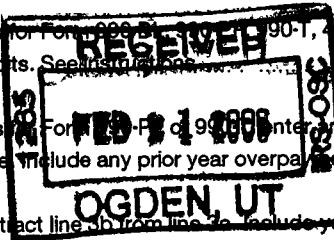
▶ tax year beginning **SEP 1, 2004**, and ending **JUN 30, 2005**.

2 If this tax year is for less than 12 months, check reason: Initial return Final return Change in accounting period

3a If this application is for Form 990-B, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions. \$ _____

b If this application is for Form 990-PF or 990-EZ, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit. \$ _____

c **Balance Due.** Subtract line 3b from line 3a. 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. \$ _____ N/A



Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

LHA For Privacy Act and Paperwork Reduction Act Notice, see instructions. Form 8868 (Rev. 12-2004)

Frank, Rimerman & Co. LLP 94-1341042
1801 Page Mill Road
Palo Alto, CA 94304