

Return of Private Foundation
or Section 4947(a)(1) Nonexempt Charitable Trust
Treated as a Private Foundation

2005

Note: The organization may be able to use a copy of this return to satisfy state reporting requirements.

For calendar year 2005, or tax year beginning **JUL 1, 2005**, and ending **JUN 30, 2006**

G Check all that apply: Initial return Final return Amended return Address change Name change

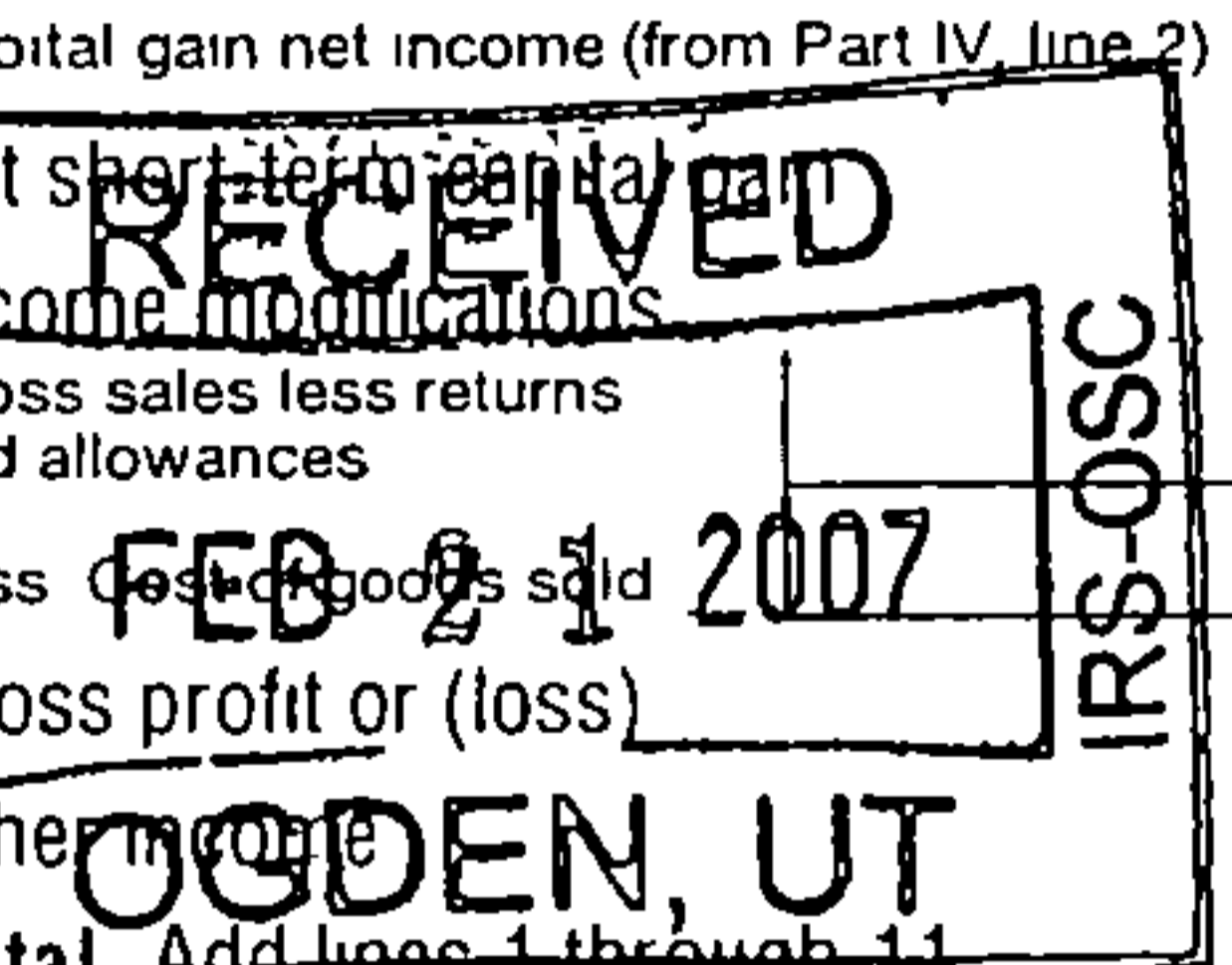
Use the IRS label Otherwise, print or type See Specific Instructions	Name of organization THE PRESSER FOUNDATION Number and street (or P O box number if mail is not delivered to street address) Room/suite 385 LANCASTER AVENUE 205 City or town, state, and ZIP code HAVERFORD, PA 19041	A Employer identification number 23-2164013 B Telephone number (610) 658-9030
H Check type of organization: <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation		C If exemption application is pending, check here <input type="checkbox"/> D 1 Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/> E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/> F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col (c), line 16) \$ 59,176,706.		J Accounting method: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____

	Part I Analysis of Revenue and Expenses <small>(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))</small>	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received	1,507,129.		N/A	
	2 Check <input type="checkbox"/> if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	674,956.	674,956.		STATEMENT 1
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	723,180.			
	b Gross sales price for all assets on line 6a 2,526,535.				
	7 Capital gain net income (from Part IV, line 2)		723,180.		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less cost of goods sold				
	c Gross profit or (loss)	2,904.	2,904.		STATEMENT 2
	11 Other income				
	12 Total. Add lines 1 through 11	2,908,169.	1,401,040.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	0.	0.		0.
	14 Other employee salaries and wages	70,000.	14,000.		56,000.
	15 Pension plans, employee benefits	40,650.	8,130.		32,520.
	16a Legal fees STMT 3	30,939.	0.		30,939.
	b Accounting fees STMT 4	32,000.	0.		32,000.
	c Other professional fees STMT 5	20,000.	0.		20,000.
	17 Interest				
	18 Taxes STMT 6	18,990.	3,098.		12,392.
	19 Depreciation and depletion	610.	610.		
	20 Occupancy	17,613.	3,523.		14,090.
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses STMT 7	20,049.	338.		19,711.
	24 Total operating and administrative expenses Add lines 13 through 23	250,851.	29,699.		217,652.
	25 Contributions, gifts, grants paid	2,311,356.			2,386,356.
	26 Total expenses and disbursements Add lines 24 and 25	2,562,207.	29,699.		2,604,008.
	27 Subtract line 26 from line 12				
	a Excess of revenue over expenses and disbursements	345,962.			
	b Net investment income (if negative, enter -0-)		1,371,341.		
	c Adjusted net income (if negative, enter -0-)			N/A	

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Part II Balance Sheets <small>Attached schedules and amounts in the description column should be for end-of-year amounts only</small>		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing	355,693.	260,791.	260,791.
	2 Savings and temporary cash investments			
	3 Accounts receivable ▶			
	Less: allowance for doubtful accounts ▶			
	4 Pledges receivable ▶			
	Less: allowance for doubtful accounts ▶			
	5 Grants receivable		50,000.	50,000.
	6 Receivables due from officers, directors, trustees, and other disqualified persons			
	7 Other notes and loans receivable ▶ 851,424.			
	Less: allowance for doubtful accounts ▶	870,521.	851,424.	851,424.
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments - U.S. and state government obligations			
	b Investments - corporate stock			
	c Investments - corporate bonds			
	11 Investments - land, buildings, and equipment basis ▶			
Less accumulated depreciation ▶				
12 Investments - mortgage loans				
13 Investments - other STMT 12	21,379,295.	22,067,871.	22,067,871.	
14 Land, buildings, and equipment basis ▶ 16,559.				
Less accumulated depreciation ▶ 13,974.	3,194.	2,585.	2,585.	
15 Other assets (describe ▶ STATEMENT 10)	34,880,362.	35,944,035.	35,944,035.	
16 Total assets (to be completed by all filers)	57,489,065.	59,176,706.	59,176,706.	
Liabilities	17 Accounts payable and accrued expenses		11,400.	
	18 Grants payable	960.	275,960.	
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable			
	22 Other liabilities (describe ▶ STATEMENT 11)	158,160.	168,855.	
23 Total liabilities (add lines 17 through 22)	159,120.	456,215.		
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here ▶ <input checked="" type="checkbox"/>			
	and complete lines 24 through 26 and lines 30 and 31			
	24 Unrestricted	22,644,956.	22,954,645.	
	25 Temporarily restricted			
	26 Permanently restricted	34,684,989.	35,765,846.	
	Organizations that do not follow SFAS 117, check here ▶ <input type="checkbox"/>			
	and complete lines 27 through 31			
27 Capital stock, trust principal, or current funds				
28 Paid-in or capital surplus, or land, bldg, and equipment fund				
29 Retained earnings, accumulated income, endowment, or other funds				
30 Total net assets or fund balances	57,329,945.	58,720,491.		
31 Total liabilities and net assets/fund balances	57,489,065.	59,176,706.		

Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	57,329,945.
2 Enter amount from Part I, line 27a	2	345,962.
3 Other increases not included in line 2 (itemize) ▶ SEE STATEMENT 8	3	1,846,254.
4 Add lines 1, 2, and 3	4	59,522,161.
5 Decreases not included in line 2 (itemize) ▶ SEE STATEMENT 9	5	801,670.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	58,720,491.

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shs. MLC Co.)	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a TOO VOLUMINOUS TO LIST - DETAILS AVAILABLE			
b AT TAXPAYER'S OFFICE	P		
c			
d			
e			

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a			
b 2,526,535.		1,803,355.	723,180.
c			
d			
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col. (h) gain minus col (k), but not less than -0-) or Losses (from col. (h))
(i) F M V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col (j), if any	
a			
b			723,180.
c			
d			
e			

2 Capital gain net income or (net capital loss). { If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }	2	723,180.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8	3	N/A

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income.)

If section 4940(d)(2) applies, leave this part blank.

Was the organization liable for the section 4942 tax on the distributable amount of any year in the base period? Yes No

If "Yes," the organization does not qualify under section 4940(e). Do not complete this part

1 Enter the appropriate amount in each column for each year; see instructions before making any entries.

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2004	2,895,854.	22,078,944.	.131159
2003	2,330,319.	19,882,927.	.117202
2002	2,480,611.	18,251,819.	.135910
2001	2,836,728.	20,627,419.	.137522
2000	2,481,803.	19,578,543.	.126761

2 Total of line 1, column (d)	2	.648554
3 Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	.129711
4 Enter the net value of noncharitable-use assets for 2005 from Part X, line 5	4	22,849,186.
5 Multiply line 4 by line 3	5	2,963,791.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	13,713.
7 Add lines 5 and 6	7	2,977,504.
8 Enter qualifying distributions from Part XII, line 4	8	2,604,008.

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions.

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see instructions)

1a	Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1. Date of ruling letter: _____ (attach copy of ruling letter if necessary-see instructions)		
b	Domestic organizations that meet the section 4940(e) requirements in Part V, check here <input type="checkbox"/> and enter 1% of Part I, line 27b	1	27,427.
c	All other domestic organizations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	2	0.
3	Add lines 1 and 2	3	27,427.
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	0.
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	5	27,427.
6	Credits/Payments:		
a	2005 estimated tax payments and 2004 overpayment credited to 2005	6a	12,581.
b	Exempt foreign organizations - tax withheld at source	6b	
c	Tax paid with application for extension of time to file (Form 8868)	6c	32,000.
d	Backup withholding erroneously withheld	6d	
7	Total credits and payments. Add lines 6a through 6d	7	44,581.
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8	
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	17,154.
11	Enter the amount of line 10 to be: Credited to 2006 estimated tax <input type="checkbox"/> 17,154. Refunded <input type="checkbox"/>	11	0.

Part VII-A Statements Regarding Activities

	Yes	No
1a		X
1b		X
1c		X
2		X
3		X
4a		X
4b		N/A
5		X
6	X	
7	X	
8a		
8b	X	
9		X
10		X
11	X	
12		
13		N/A

1a During the tax year, did the organization attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?
 b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for definition)?
If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the organization in connection with the activities
 c Did the organization file Form 1120-POL for this year?
 d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year:
 (1) On the organization. ▶ \$ 0. (2) On organization managers ▶ \$ 0.
 e Enter the reimbursement (if any) paid by the organization during the year for political expenditure tax imposed on organization managers. ▶ \$ 0.
 2 Has the organization engaged in any activities that have not previously been reported to the IRS?
If "Yes," attach a detailed description of the activities
 3 Has the organization made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*
 4a Did the organization have unrelated business gross income of \$1,000 or more during the year?
 b If "Yes," has it filed a tax return on Form 990-T for this year?
 5 Was there a liquidation, termination, dissolution, or substantial contraction during the year?
If "Yes," attach the statement required by General Instruction T.
 6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either:
 • By language in the governing instrument, or
 • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?
 7 Did the organization have at least \$5,000 in assets at any time during the year?
If "Yes," complete Part II, col (c), and Part XV
 8a Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ PA
 b If the answer is "Yes" to line 7, has the organization furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? *If "No," attach explanation*
 9 Is the organization claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2005 or the taxable year beginning in 2005 (see instructions for Part XIV)? *If "Yes," complete Part XIV*
 10 Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*
 11 Did the organization comply with the public inspection requirements for its annual returns and exemption application?
 Web site address ▶ N/A
 12 The books are in care of ▶ HEMMENWAY & REINHARDT, INC. Telephone no. ▶ (610) 544-4545
 Located at ▶ 4 PARK AVENUE, SWARTHMORE, PA ZIP+4 ▶ 19081
 13 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here
 and enter the amount of tax-exempt interest received or accrued during the year ▶ N/A

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.

Table with columns for question descriptions, Yes/No checkboxes, and a grid for Yes/No responses. Includes questions 1a through 6a and 6b regarding disqualifying activities, taxes, and business holdings.

Part VIII

Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation.

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE STATEMENT 13		0.	0.	0.

2 Compensation of five highest-paid employees (other than those included on line 1). If none, enter "NONE."

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
MARIEL FRANK 385 LANCASTER AVE, HAVERFORD, PA 1904	ADMIN. 40.00	70,000.	40,650.	

Total number of other employees paid over \$50,000 ▶ 0

3 Five highest-paid independent contractors for professional services. If none, enter "NONE."

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		

Total number of others receiving over \$50,000 for professional services ▶ 0

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.	Expenses
1 ASSISTANCE OF NEEDY MUSIC TEACHERS	228,376.
2 MUSIC SCHOLARSHIPS TO STUDENTS IN UNIVERSITIES IN THE UNITED STATES	985,900.
3 GRANTS TO SCHOOLS/ORGANIZATIONS FOR SPECIAL MUSIC PROJECTS	755,180.
4 GRANTS TO MUSICAL ORGANIZATIONS FOR THE ADVANCEMENT OF MUSIC	416,900.

Part IX-B Summary of Program-Related Investments

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.	Amount
1 N/A	
2	
All other program-related investments. See instructions.	
3	
Total. Add lines 1 through 3	0.

Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see instructions.)

1 Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a Average monthly fair market value of securities	1a	22,092,567.
b Average of monthly cash balances	1b	72,378.
c Fair market value of all other assets	1c	1,032,198.
d Total (add lines 1a, b, and c)	1d	23,197,143.
e Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	0.
2 Acquisition indebtedness applicable to line 1 assets	2	0.
3 Subtract line 2 from line 1d	3	23,197,143.
4 Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	347,957.
5 Net value of noncharitable-use assets Subtract line 4 from line 3. Enter here and on Part V, line 4	5	22,849,186.
6 Minimum investment return Enter 5% of line 5	6	1,142,459.

Part XI Distributable Amount (see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here and do not complete this part.)

1 Minimum investment return from Part X, line 6	1	1,142,459.
2a Tax on investment income for 2005 from Part VI, line 5	2a	27,427.
b Income tax for 2005 (This does not include the tax from Part VI.)	2b	
c Add lines 2a and 2b	2c	27,427.
3 Distributable amount before adjustments Subtract line 2c from line 1	3	1,115,032.
4 Recoveries of amounts treated as qualifying distributions	4	0.
5 Add lines 3 and 4	5	1,115,032.
6 Deduction from distributable amount (see instructions)	6	0.
7 Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	1,115,032.

Part XII Qualifying Distributions (see instructions)

1 Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
a Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	1a	2,604,008.
b Program-related investments - total from Part IX-B	1b	0.
2 Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3 Amounts set aside for specific charitable projects that satisfy the:		
a Suitability test (prior IRS approval required)	3a	
b Cash distribution test (attach the required schedule)	3b	
4 Qualifying distributions Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	2,604,008.
5 Organizations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	0.
6 Adjusted qualifying distributions Subtract line 5 from line 4	6	2,604,008.

Note: The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years.

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2004	(c) 2004	(d) 2005
1 Distributable amount for 2005 from Part XI, line 7				1,115,032.
2 Undistributed income, if any, as of the end of 2004				
a Enter amount for 2004 only			0.	
b Total for prior years:		0.		
3 Excess distributions carryover, if any, to 2005:				
a From 2000				
b From 2001				
c From 2002				
d From 2003				
e From 2004				
f Total of lines 3a through e	0.			
4 Qualifying distributions for 2005 from Part XII, line 4: ▶ \$ 2,604,008.				
a Applied to 2004, but not more than line 2a			0.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2005 distributable amount				1,115,032.
e Remaining amount distributed out of corpus	1,488,976.			
5 Excess distributions carryover applied to 2005 (If an amount appears in column (d), the same amount must be shown in column (a))	0.			0.
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	1,488,976.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2004. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2005. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2006				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(E) or 4942(g)(3)	1,488,976.			
8 Excess distributions carryover from 2000 not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2006. Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2001				
b Excess from 2002				
c Excess from 2003				
d Excess from 2004				
e Excess from 2005				

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment				
Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a Paid during the year				
SEE STATEMENT 19				2,386,356.
Total			▶ 3a	2,386,356.
b Approved for future payment				
NONE				
Total			▶ 3b	0.

Schedule B
(Form 990, 990-EZ, or
990-PF)

Department of the Treasury
Internal Revenue Service

Schedule of Contributors

Supplementary Information for
line 1 of Form 990, 990-EZ, and 990-PF (see instructions)

OMB No 1545-0047

2005

Name of organization THE PRESSER FOUNDATION	Employer identification number 23-2164013
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Organization type (check one)

Filers of:

Section:

Form 990 or 990-EZ

501(c)() (enter number) organization

4947(a)(1) nonexempt charitable trust **not** treated as a private foundation

527 political organization

Form 990-PF

501(c)(3) exempt private foundation

4947(a)(1) nonexempt charitable trust treated as a private foundation

501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**. (Note: Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule-see instructions)

General Rule-

For organizations filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor (Complete Parts I and II)

Special Rules-

For a section 501(c)(3) organization filing Form 990, or Form 990-EZ, that met the 33 1/3% support test under Regulations sections 1.509(a)-3/1.170A-9(e) and received from any one contributor, during the year, a contribution of the greater of \$5,000 or 2% of the amount on line 1 of these forms (Complete Parts I and II)

For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, aggregate contributions or bequests of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals (Complete Parts I, II, and III)

For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990 EZ, that received from any one contributor, during the year, some contributions for use *exclusively* for religious, charitable, etc , purposes, but these contributions did not aggregate to more than \$1,000 (If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc , purpose Do not complete any of the Parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc , contributions of \$5,000 or more during the year) ▶ \$ _____

Caution: Organizations that are not covered by the General Rule and/or the Special Rules do not file Schedule B (Form 990, 990-EZ, or 990-PF), but they **must** check the box in the heading of their Form 990, Form 990-EZ, or on line 2 of their Form 990-PF, to certify that they do not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF)

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

Schedule B (Form 990, 990-EZ, or 990-PF) (2005)

Name of organization

Employer identification number

THE PRESSER FOUNDATION

23-2164013

Part I Contributors (See Specific Instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	<p>THEODORE PRESSER FOUNDATION</p> <p>385 LANCASTER AVENUE #205</p> <p>HAVERFORD, PA 19041</p>	<p>\$ 1,507,129.</p>	<p>Person <input checked="" type="checkbox"/></p> <p>Payroll <input type="checkbox"/></p> <p>Noncash <input type="checkbox"/></p> <p>(Complete Part II if there is a noncash contribution)</p>
		<p>\$ _____</p>	<p>Person <input type="checkbox"/></p> <p>Payroll <input type="checkbox"/></p> <p>Noncash <input type="checkbox"/></p> <p>(Complete Part II if there is a noncash contribution)</p>
		<p>\$ _____</p>	<p>Person <input type="checkbox"/></p> <p>Payroll <input type="checkbox"/></p> <p>Noncash <input type="checkbox"/></p> <p>(Complete Part II if there is a noncash contribution)</p>
		<p>\$ _____</p>	<p>Person <input type="checkbox"/></p> <p>Payroll <input type="checkbox"/></p> <p>Noncash <input type="checkbox"/></p> <p>(Complete Part II if there is a noncash contribution)</p>
		<p>\$ _____</p>	<p>Person <input type="checkbox"/></p> <p>Payroll <input type="checkbox"/></p> <p>Noncash <input type="checkbox"/></p> <p>(Complete Part II if there is a noncash contribution)</p>
		<p>\$ _____</p>	<p>Person <input type="checkbox"/></p> <p>Payroll <input type="checkbox"/></p> <p>Noncash <input type="checkbox"/></p> <p>(Complete Part II if there is a noncash contribution)</p>

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 1

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
VARIOUS - DETAILS AVAIL AT TAXPAYERS OFFICE	674,956.	0.	674,956.
TOTAL TO FM 990-PF, PART I, LN 4	674,956.	0.	674,956.

FORM 990-PF OTHER INCOME STATEMENT 2

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME
IMPUTED INTEREST ON INSTALLMENT SALE	2,904.	2,904.	
TOTAL TO FORM 990-PF, PART I, LINE 11	2,904.	2,904.	

FORM 990-PF LEGAL FEES STATEMENT 3

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL FEES	30,939.	0.		30,939.
TO FM 990-PF, PG 1, LN 16A	30,939.	0.		30,939.

FORM 990-PF ACCOUNTING FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	32,000.	0.		32,000.
TO FORM 990-PF, PG 1, LN 16B	32,000.	0.		32,000.

FORM 990-PF	OTHER PROFESSIONAL FEES			STATEMENT	5
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
OTHER PROFESSIONAL FEES	20,000.	0.		20,000.	
TO FORM 990-PF, PG 1, LN 16C	20,000.	0.		20,000.	

FORM 990-PF	TAXES			STATEMENT	6
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
PAYROLL ADMINISTRATION EXCISE TAX	5,355. 13,635.	1,071. 2,027.		4,284. 8,108.	
TO FORM 990-PF, PG 1, LN 18	18,990.	3,098.		12,392.	

FORM 990-PF	OTHER EXPENSES			STATEMENT	7
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
SEE STATEMENT 17	20,049.	338.		19,711.	
TO FORM 990-PF, PG 1, LN 23	20,049.	338.		19,711.	

FORM 990-PF	OTHER INCREASES IN NET ASSETS OR FUND BALANCES			STATEMENT	8
DESCRIPTION	AMOUNT				
NET UNREALIZED GAINS ON LONG TERM INVESTMENTS REALIZED AND UNREALIZED GAIN-T/U/W THEODORE PRESSER-BENEFICIAL INTEREST	276,427.				
	1,569,827.				
TOTAL TO FORM 990-PF, PART III, LINE 3	1,846,254.				

FORM 990-PF	OTHER DECREASES IN NET ASSETS OR FUND BALANCES	STATEMENT	9
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DESCRIPTION	AMOUNT
TRANSFER - T/U/W THEODORE PRESSER	488,970.
TO ADJUST FOR RESTATEMENT OF FINANCIAL STATEMENTS	312,700.
TOTAL TO FORM 990-PF, PART III, LINE 5	801,670.

FORM 990-PF	OTHER ASSETS	STATEMENT	10
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DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
BENEFICIAL INTEREST IN PERPETUAL TRUST	35,765,846.	35,765,846.
OTHER ASSETS	178,189.	178,189.
TOTAL TO FORM 990-PF, PART II, LINE 15	35,944,035.	35,944,035.

FORM 990-PF	OTHER LIABILITIES	STATEMENT	11
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DESCRIPTION	AMOUNT
PAYROLL TAXES WITHHELD	639.
DEFERRED COMPENSATION	168,216.
TOTAL TO FORM 990-PF, PART II, LINE 22, COLUMN B	168,855.

FORM 990-PF	OTHER INVESTMENTS	STATEMENT	12
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DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
MUTUAL FUNDS	22,067,871.	22,067,871.
TOTAL TO FORM 990-PF, PART II, LINE 13	22,067,871.	22,067,871.

FORM 990-PF PART VIII - LIST OF OFFICERS, DIRECTORS STATEMENT 13
 TRUSTEES AND FOUNDATION MANAGERS

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN- SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
ROBERT CAPANNA 385 LANCASTER AVENUE, #205 HAVERFORD, PA 19041	PRESIDENT 2.00	0.	0.	0.
THOMAS M. HYNDMAN, JR., ESQ. 385 LANCASTER AVENUE, #205 HAVERFORD, PA 19041	VICE PRESIDENT 2.00	0.	0.	0.
WILLIAM M. DAVISON, IV 385 LANCASTER AVENUE, #205 HAVERFORD, PA 19041	TREASURER 2.00	0.	0.	0.
BRUCE MONTGOMERY 385 LANCASTER AVENUE, #205 HAVERFORD, PA 19041	SECRETARY 2.00	0.	0.	0.
EDITH A. REINHARDT 385 LANCASTER AVENUE, #205 HAVERFORD, PA 19041	FORMER PRESIDENT 2.00	0.	0.	0.
SEE ATTACHED LIST OF TRUSTEES	0.00	0.	0.	0.
TOTALS INCLUDED ON 990-PF, PAGE 6, PART VIII		0.	0.	0.

FORM 990-PF PART XV, LINE 2B STATEMENT 14
 APPLICATION REQUIREMENTS

DESCRIPTION

SEE ATTACHED COPIES OF FORMS FOR APPLICATION BY AN EDUCATIONAL INSTITUTION FOR SCHOLARSHIP AID AND BY NEEDY MUSIC TEACHERS FOR FINANCIAL AID.

FORM 990-PF

PART XV, LINE 2D
AWARD RESTRICTIONS AND LIMITATIONS

STATEMENT 15

DESCRIPTION

GRANTS ARE ONLY ADMINISTERED TO ESTABLISHED EDUCATIONAL INSTITUTIONS FOR SCHOLARSHIP AID CHARITABLE AND EDUCATIONAL ORGANIZATIONS FOR THE ADVANCEMENT OF MUSIC, AND TO NEEDY MUSIC TEACHERS.

990-PF

AFFILIATION WITH TAX-EXEMPT ORGANIZATIONS
PART XVII, LINE 2, COLUMN (C)

STATEMENT 16

NAME OF AFFILIATED OR RELATED ORGANIZATION

THEODORE PRESSER FOUNDATION

DESCRIPTION OF RELATIONSHIP WITH AFFILIATED OR RELATED ORGANIZATION

TRUST CREATED UNDER THE WILL OF THEODORE PRESSER.

The Presser Foundation
Form 990-PF
Tax Year: 6/30/06

EIN: 23-2164013

Statement 17 - Other Expenses
Part 1, Line 23

Insurance & other	\$1,691
Stationery & printing	\$831
Meeting	\$10,713
Telephone and telegraph	\$2,294
Office supplies	\$738
Postage	\$883
Miscellaneous	\$2,899
	<u>\$20,049</u>

Statement 18 - Depreciation
Part I, Line 19 & Part II, Line 14

<u>Asset</u>	<u>Method</u>	<u>Cost</u>	<u>Accum Depr 7/1/2005</u>	<u>Depr Expense 6/30/2006</u>	<u>Accum Depr 6/30/2006</u>
Equipment	S/L 10 Yrs	\$11,993 00	\$11,993 00	\$0 00	\$11,993 00
Computer Equipment	S/L 5 Yrs	\$4,567 00	\$1,373 00	\$610 00	\$1,983 00
Total		<u>\$16,560 00</u>	<u>\$13,366 00</u>	<u>\$610 00</u>	<u>\$13,976 00</u>

The Presser Foundation
Form 990-PF
Tax Year: 6/30/06

EIN: 23-2164013

Statement 19 - Grants & contributions paid during the year
Part XV, Line 3(a)

Scholarships	\$985,900
Special Grants	\$755,180
Grants for the Advancement of Music	\$416,900
Assistance of needy music teachers	<u>\$228,376</u>
	<u>\$2,386,356</u>

The Presser Foundation
Form 990-PF
Tax Year: 6/30/06

EIN: 23-2164013

Statement 20 - Amounts treated as distributions out
of corpus, Part XIII, Line 7

Amounts to be distributed before 6/30/2006	\$ 421,199
Amounts received from other private foundations	1,502,329
Less: Amounts distributed from corpus, Part XIII, Line 7	<u>(1,488,976)</u>
Amounts to be distributed before 6/30/2007	<u>\$ 434,552</u>

The Presser Foundation
 EIN 23-2164013
 6/30/2006
 Form 990-PF, Part VIII - Attachment
 Board of Directors

(A) Name and Address	(B) Title and Average Hours Per Week Devoted to Position	(C) Compensation	(D) Contributions to Employee benefit plans	(E) Expense Account and Other Allowances
Leon Bates 385 Lancaster Ave , #205 Haverford, PA 19041	Board Member 2 Hours	"0"	"0"	"0"
David Boe 385 Lancaster Ave , #205 Haverford, PA 19041	Board Member 2 Hours	"0"	"0"	"0"
Anthony P Checchia 385 Lancaster Ave , #205 Haverford, PA 19041	Board Member 2 Hours	"0"	"0"	"0"
Jeffrey Cornelius 385 Lancaster Ave , #205 Haverford, PA 19041	Board Member 2 Hours	"0"	"0"	"0"
Robert W Denious 385 Lancaster Ave , #205 Haverford, PA 19041	Board Member 2 Hours	"0"	"0"	"0"
Herbert P Evert 385 Lancaster Ave , #205 Haverford, PA 19041	Board Member 2 Hours	"0"	"0"	"0"
Martin A Heckscher 385 Lancaster Ave , #205 Haverford, PA 19041	Board Member 2 Hours	"0"	"0"	"0"
Helen Laird 385 Lancaster Ave , #205 Haverford, PA 19041	Board Member 2 Hours	"0"	"0"	"0"
Michael Stairs 385 Lancaster Ave , #205 Haverford, PA 19041	Board Member 2 Hours	"0"	"0"	"0"
Corey R Smith 385 Lancaster Ave , #205 Haverford, PA 19041	Board Member 2 Hours	"0"	"0"	"0"
Henderson Supplee, III 385 Lancaster Ave , #205 Haverford, PA 19041	Board Member 2 Hours	"0"	"0"	"0"
Radclyffe F Thompson 385 Lancaster Ave , #205 Haverford, PA 19041	Board Member 2 Hours	"0"	"0"	"0"
Vera Wilson 385 Lancaster Ave , #205 Haverford, PA 19041	Board Member 2 Hours	"0"	"0"	"0"

The Presser Foundation
Department of Scholarships
385 Lancaster Avenue, #205
Haverford, PA 19041

PRESSER FOUNDATION SCHOLARSHIP AID APPLICATION

From
(Name of Institution)

Address

Name of Chief Executive of Institution.....

Date when institution was founded

Type of institution: College University Conservatory

Is institution a non-profit corporation?

Is it governed by a board of trustees?

How supported?

	%
State
Church
Endowment
Tuition
Current gifts and grants
Other
	100%

Current institutional endowments: \$

Total institutional operating budget: \$

Name of regional accrediting agency which accredits
institution as a whole, and year of last evaluation:

Total institution fall term enrollment (excluding summer

DEPARTMENT OR SCHOOL OF MUSIC

Official name of music unit

Address

Date music unit founded

Name and title of music executive

Total budget for music unit, including salaries: \$.....

Total endowment for music purposes: \$.....

Total annual institutional scholarship support, both need and merit based, for music majors (exclude all federal, state and local government programs): \$.....

What are annual tuition and music fees (excluding room, board and incidental expenses) for an undergraduate student enrolled in full-time study as a music major?

In-state \$..... Out of state \$.....

Is music unit accredited by the National Association of Schools of Music? If so, date of last evaluation

Number of teachers: Full-time Part-time

Number of full-time students pursuing undergraduate degree in music during the fall term in each of the last three years beginning with the most recent year:

How many students completed undergraduate degrees in music during each of the last three years beginning with the most recent year:

How many additional students majoring in other departments participate in music ensembles?

Take courses in music other than ensembles?

List all music degrees offered by the institution (Give full and correct titles):

.....
.....
.....
.....

Describe briefly below the policies governing the admission of students to the music major. Attach a statement from your catalog spelling out your admissions policies and procedures.

MISSION STATEMENT

Provide a brief mission statement describing the focus of the music unit and the role of the unit's activities in the institution and community. Identify special programs that represent a distinctive strength in your offerings. Your response must be provided in the space below. Do not continue on additional pages or photo reduce.

MUSIC ENSEMBLES

Number of students participating during the current term in the following ensembles:

Choruses Orchestras
Concert Bands Wind Ensembles
Organized Chamber Ensembles Marching Band
Jazz Ensemble Opera Workshop/Music Theatre
Other (specify type)

FACILITIES AND EQUIPMENT

Number of teaching studios Practice rooms Classrooms
Ensemble rehearsal rooms

Seating capacity of performance halls (specify)
.....

Number of keyboard instruments: Grand pianos Uprights Pipe organs
Harpsichords Electronic keyboards

Briefly describe technology resources available

MUSIC LIBRARY

List holdings: Books Scores, other than ensemble performance music Current periodical
subscriptions LP recordings CDs Tapes VCR tapes CD Roms

Acquisition expenditures for previous fiscal year \$

This application should be signed by the President and/or the head of the music unit. The authorizing official certifies that the information included herein is true and correct to the best of his/her knowledge.

Name (please print)

Signature Date

Title

Office telephone Fax number

Please mail, together with your latest catalog, to:
The Presser Foundation
385 Lancaster Avenue, #205
Haverford, PA 19041

QUESTIONNAIRE IN SUPPORT OF APPLICATION
FOR ASSISTANCE FROM THE PRESSER FOUNDATION

Name _____

Present Address _____

Telephone No. _____

Social Security No. _____ Spouse's Soc. Sec. No. _____

If Present address is not your permanent home, please give permanent
address on this and next line _____

Date of Birth _____ Place of Birth _____

Married _____ Single _____ Widow _____ Widower _____

Divorced _____

Name of Spouse (living or deceased) _____

Person to contact in emergency _____

Address & Telephone No. _____

Relationship _____

Name, address and telephone number of other relatives _____

Give name and addresses of three persons, not related, to whom The
Presser Foundation can refer as to your character and music teaching
ground.

Your Church or Congregation _____

Where and with whom did you study music? _____

How long have you taught music in the U.S? _____

At what places and in what years? _____

What is the condition of your health? _____

Describe any chronic diseases which you have _____

Specify any physical limitations _____

If you have ever had any of the following, describe treatments and
its:

Colicoses _____

Ar _____

Emotional Breakdown _____

Alcoholism _____

Stress _____

Heart Disease _____

Diabetes _____

Other _____

If you are under special medical care give reasons _____

Do you have Blue Cross? _____ Blue Shield? _____

Health Insurance -- _____

Financial

<u>name</u>	<u>Amount per Month</u>	<u>Total Yearly</u>
al Security	\$ _____	\$ _____
ion	\$ _____	\$ _____
ity	\$ _____	\$ _____
=	\$ _____	\$ _____
il	\$ _____	\$ _____
lends	\$ _____	\$ _____
est	\$ _____	\$ _____
;	\$ _____	\$ _____
:(describe)	\$ _____	\$ _____

is
ing Accounts _____ (bank) _____ (amount)

gs Accounts _____ (bank) _____ (amount)

Estate (in your name) _____

Insurance _____

, obligations, mortgages, etc. affecting income or assets _____

ture _____

EXPENSES

Amount Per Month

Rent

Utilities:

Heat

Electric

Water

Food

Medical:

Prescriptions

Other

the space below please list ALL other expenses you incur on a regular monthly basis:

Date: _____ Signature: _____

SCHEDULE OF SCHOLARSHIPS

Year ended June 30, 2006

Alabama State University	Montgomery, Alabama	\$ 4,200
Albion College	Albion, Michigan	4,200
Alcorn State University	Lorman, Michigan	4,200
Anderson University	Anderson, Indiana	4,200
Appalachian State University	Boone, North Carolina	4,200
Arizona State University	Tempe, Arizona	4,200
Armstrong State College	Savannah, Georgia	4,200
Augsburg College	Minneapolis, Minnesota	4,200
Augustana College	Rock Island, Illinois	4,200
Austin Peay State University	Clarksville, Tennessee	4,200
Baldwin-Wallace College	Berea, Ohio	4,200
Ball State University	Muncie, Indiana	4,200
Bard College	Annandale-on-Hudson, New York	4,200
Baylor University	Waco, Texas	4,200
Belmont College	Nashville, Tennessee	4,200
Bemidji State University	Bemidji, Minnesota	4,200
Biola University	La Mirada, California	4,200
Boise State University	Boise, Idaho	4,200
The Boston Conservatory	Boston, Massachusetts	4,200
Boston University	Boston, Massachusetts	4,200
Bowling Green State University	Bowling Green, Ohio	4,200
Bradley University	Peroria, Illinois	4,200
Brigham Young University	Provo, Utah	4,200
Butler University	Indianapolis, Indiana	4,200
California State University	Long Beach, California	4,200
Cameron University	Lawton, Oklahoma	4,200
Capital University	Columbus, Ohio	4,200
Carnegie Mellon University	Pittsburgh, Pennsylvania	4,200
Carson-Newman College	Jefferson City, Tennessee	4,200
Catholic University of America	Washington, D.C.	4,200
Central Michigan University	Mt. Pleasant, Michigan	4,200
Central Washington University	Ellensburg, Washington	4,200
City College of New York	New York, New York	4,200
Clarion University	Clarion, Pennsylvania	4,200
Cleveland Institute of Music	Cleveland, Ohio	4,200
College of St. Benedict	St. Joseph, Minnesota	4,200
College of Wooster	Wooster, Ohio	4,200
Columbus State University	Columbus, Georgia	4,200
Converse College	Spartanburg, South Carolina	4,200
DePauw University	Greencastle, Indiana	4,200

THE PRESSER FOUNDATION

SCHEDULE OF SCHOLARSHIPS – (Continued)

Year ended June 30, 2006

Drake University	Des Moines, Iowa	\$ 4,200
Duquesne University	Pittsburgh, Pennsylvania	4,200
East Carolina University	Greenville, North Carolina	4,200
Eastman School of Music – University of Rochester	Rochester, New York	4,200
Elizabethtown College	Elizabethtown, PA	4,200
Elon University	Elon, North Carolina	4,200
Florida State University	Tallahassee, Florida	4,200
Florida Southern College	Lakeland, Florida	4,200
Fort Hays State University	Hays, Kansas	4,200
Furman University	Greenville, South Carolina	4,200
Gardner-Webb University	Boiling Springs, North Carolina	4,200
Georgia Southern University	Statesboro, Georgia	4,200
Georgia State University	Atlanta, Georgia	4,200
Gordon College	Wenham, Massachusetts	4,200
Gustavus Adolphus College	St. Peter, Minnesota	4,200
Hardin-Simmons University	Abilene, Texas	4,200
Hastings College	Hastings, Nebraska	4,200
Houghton College	Houghton, New York	4,200
Howard Payne University	Brownwood, Texas	4,200
Illinois State University	Normal, Illinois	4,200
Illinois Wesleyan University	Bloomington, Illinois	4,200
Indiana State University	Bloomington, Indiana	4,200
Indiana University	Bloomington, Indiana	4,200
Ithaca College	Ithaca, New York	4,200
James Madison University	Harrisonburg, Virginia	4,200
The Juilliard School	New York, New York	4,200
Kansas State University	Manhattan, Kansas	4,200
Lawrence University	Appleton, Wisconsin	4,200
Lebanon Valley College	Annville, Pennsylvania	4,200
Lee University	Cleveland, Tennessee	4,200
Louisiana State University	Baton Rouge, Louisiana	4,200
Loyola University	New Orleans, Louisiana	4,200
Luther College	Decorah, Iowa	4,200
Manhattan School of Music	New York, New York	4,200
Mannes School of Music	New York, New York	4,200
Mansfield University of Pennsylvania	Mansfield, Pennsylvania	4,200
Marywood College	Scranton, Pennsylvania	4,200
Meredith College	Raleigh, North Carolina	4,200
Messiah College	Grantham, Pennsylvania	4,200
Miami University	Oxford, Ohio	4,200

THE PRESSER FOUNDATION

SCHEDULE OF SCHOLARSHIPS – (Continued)

Year ended June 30, 2006

Michigan State University	East Lansing, Michigan	\$ 4,200
Millikin University	Decatur, Illinois	4,200
Mississippi College	Clinton, Mississippi	4,200
Minnesota State University	Moorhead, Minnesota	4,200
Montclair St. University	Upper Montclair, New Jersey	4,200
Morehead State University	Morehead, Kentucky	4,200
Nazareth College of Rochester	Rochester, New York	4,200
Nebraska Wesleyan University	Lincoln, Nebraska	4,200
New England Conservatory of Music	Boston, Massachusetts	4,200
New Mexico State University	Las Cruces, New Mexico	4,200
New York University	New York, New York	4,200
North Carolina School of the Arts	Winston-Salem, North Carolina	4,200
North Dakota State University	Fargo, North Dakota	4,200
Northern Arizona University	Flagstaff, Arizona	4,200
Northwestern University	Evanston, Illinois	4,200
Oberlin College	Oberlin, Ohio	4,200
Ohio State University	Columbus, Ohio	4,200
Ohio University Foundation	Athens, Ohio	4,200
Oklahoma Baptist University	Shawnee, Oklahoma	4,200
Oklahoma State University	Stillwater, Oklahoma	4,200
Otterbein College	Westerville, Ohio	4,200
Ouachita Baptist University	Arkadelphia, Arkansas	4,200
Pacific Lutheran University	Tacoma, Washington	4,200
Pennsylvania State University	University Park, Pennsylvania	4,200
Purchase College, SUNY	Purchase, New York	4,200
Queens College	Flushing, New York	4,200
Radford University	Radford, Virginia	4,200
Roberts Wesleyan College	Rochester, New York	4,200
Rollins College	Winter Park, Florida	4,200
Roosevelt University	Chicago, Illinois	4,200
Rutgers University	New Brunswick, New Jersey	4,200
Samford University	Birmingham, Alabama	4,200
San Francisco Conservatory of Music	San Francisco, California	4,200
San Francisco State University	San Francisco, California	4,200
Sarah Lawrence College	Bronxville, New York	4,200
Shenandoah University	Winchester, Virginia	4,200
Shorter College	Rome, Georgia	4,200
Southern Illinois University	Carbondale, Illinois	4,200
Southern Illinois University	Edwardsville, Illinois	4,200
Southern Methodist University	Dallas, Texas	4,200

THE PRESSER FOUNDATION

SCHEDULE OF SCHOLARSHIPS – (Continued)

Year ended June 30, 2006

Southwest Baptist University	Bolivar, Missouri	\$ 4,200
Southwest Missouri State University	Springfield, Missouri	4,200
Southwest Texas State University	San Marco, Texas	4,200
State University of New York, Potsdam	Potsdam, New York	4,200
Stephen F. Austin State University	Nacagdoches, Texas	4,200
Stetson University	DeLand, Florida	4,200
Susquehanna University	Selinsgrove, Pennsylvania	4,200
Taylor University	Upland, Indiana	4,200
Temple University	Philadelphia, Pennsylvania	4,200
Texas Christian University	Fort Worth, Texas	4,200
Texas Tech University	Lubbock, Texas	4,200
Texas Women's University	Denton, Texas	4,200
Truman State University	Kirksville, Missouri	4,200
University of Akron	Akron, Ohio	4,200
University of Alabama	Tuscaloosa, Alabama	4,200
University of Arizona	Tucson, Arizona	4,200
University of Arkansas	Fayetteville, Arkansas	4,200
University of California, LA	Los Angeles, California	4,200
University of Central Florida	Orlando, Florida	4,200
University of Central Oklahoma	Edmund, Oklahoma	4,200
University of Cincinnati	Cincinnati, Ohio	4,200
University of Colorado	Boulder, Colorado	4,200
University of Dayton	Dayton, Ohio	4,200
University of Delaware	Newark, Delaware	4,200
University of Denver	Denver, Colorado	4,200
University of Evansville	Evansville, Indiana	4,200
University of Florida	Gainesville, Florida	4,200
University of Georgia	Athens, Georgia	4,200
Hart School of Music – University of Hartford	West Hartford, Connecticut	4,200
University of Hawaii	Honolulu, Hawaii	4,200
University of Idaho	Moscow, Idaho	4,200
University of Illinois	Urbana, Illinois	4,200
University of Kansas	Lawrence, Kansas	4,200
University of Louisville	Louisville, Kentucky	4,200
University of Maryland	College Park, Maryland	4,200
University of Mary Hardin – Baylor	Benton, Texas	4,200
University of Massachusetts at Amherst	Amherst, Massachusetts	4,200
University of Memphis	Memphis, Tennessee	4,200
University of Miami	Coral Gables, Florida	4,200
University of Michigan	Ann Arbor, Michigan	4,200

THE PRESSER FOUNDATION

SCHEDULE OF SCHOLARSHIPS -- (Continued)

Year ended June 30, 2006

University of Missouri – Kansas City	Kansas City, Missouri	\$ 4,200
University of Missouri – St. Louis	St. Louis, Missouri	4,200
University of Montana	Missoula, Montana	4,200
University of Montevallo	Montevallo, Alabama	4,200
University of Nebraska	Omaha, Nebraska	4,200
University of Nebraska Foundation	Lincoln, Nebraska	4,200
University of New Hampshire	Durham, New Hampshire	4,200
University of New Mexico	Albuquerque, New Mexico	4,200
University of North Carolina-Greensboro	Greensboro, North Carolina	4,200
University of North Carolina-Pembroke	Pembroke, North Carolina	4,200
University of North Dakota	Grand Forks, North Dakota	4,200
University of North Texas	Denton, Texas	4,200
University of Northern Colorado	Greeley, Colorado	4,200
University of Northern Iowa	Cedar Falls, Iowa	4,200
University of Oregon	Eugene, Oregon	4,200
University of the Pacific	Stockton, California	4,200
University of Puget Sound	Tacoma, Washington	4,200
University of Redlands	Redlands, California	4,200
University of Rhode Island	Kingston, Rhode Island	4,200
University of South Alabama	Mobile, Alabama	4,200
University of South Carolina	Columbia, South Carolina	4,200
University of Southern Maine		4,200
University of Southern Mississippi	Hattiesburg, Mississippi	4,200
University of Southwestern Louisiana	Lafayette, Louisiana	4,200
University of Tennessee	Knoxville, Tennessee	4,200
University of Tennessee at Chattanooga	Chattanooga, Tennessee	4,200
University of Texas, Austin	Austin, Texas	4,200
University of Texas, El Paso	El Paso, Texas	4,200
University of Texas, San Antonio	San Antonio, Texas	4,200
University of Tulsa	Tulsa, Oklahoma	4,200
University of Utah	Salt Lake City, Utah	4,200
University of Wyoming	Laramie, Wyoming	4,200
Utah State University	Logan, Utah	4,200
Vanderbilt University	Nashville, Tennessee	4,200
Wartburg College	Waverly, Iowa	4,200
Washington State University	Pullman, Washington	4,200
Wayne State University	Detroit, Michigan	4,200
Weber State College	Ogden, Utah	4,200
West Chester University	West Chester, Pennsylvania	4,200
West Virginia University	Morgantown, West Virginia	4,200

THE PRESSER FOUNDATION

SCHEDULE OF SCHOLARSHIPS – (Continued)

Year ended June 30, 2006

Western Michigan University	Kalamazoo, Michigan	\$ 4,200
Western Washington University	Bellingham, Washington	4,200
Westminster Choir College	Princeton, New Jersey	4,200
Wheaton College	Wheaton, Illinois	4,200
Whitworth College	Spokane, Washington	4,200
Wichita State University	Wichita, Kansas	4,200
Winthrop University	Rock Hill, South Carolina	<u>4,200</u>
		<u>869,400</u>
Presser Music Awards		
Curtis Institute of Music	Philadelphia, Pennsylvania	\$ 7,500
Florida State University	Tallahassee, Florida	7,500
Indiana University	Bloomington, Indiana	7,500
New England Conservatory	Boston, Massachusetts	7,500
Oberlin College		
Conservatory of Music	Oberlin, Ohio	7,500
Rice University	Houston, Texas	7,500
Temple University	Philadelphia, Pennsylvania	7,500
The Juilliard School	New York, New York	7,500
The Peabody Institute of		
The Johns Hopkins University	Baltimore, Maryland	7,500
University of Cincinnati	Cincinnati, Ohio	7,500
University of Illinois	Urbana, Illinois	7,500
University of Miami	Coral Gables, Florida	7,500
University of Michigan	Ann Arbor, Michigan	7,500
University of Rochester		
Eastman School of Music	Rochester, New York	7,500
Yale University	New Haven, Connecticut	<u>7,500</u>
		<u>112,500</u>
Add: previously cancelled scholarship reissued		<u>4,000</u>
		<u>\$ 985,900</u>

THE PRESSER FOUNDATION

SCHEDULE OF GRANTS FOR THE ADVANCEMENT OF MUSIC AND OTHER SPECIAL GRANTS

Year ended June 30, 2006

Grants for the Advancement of Music

Academy of Vocal Arts	\$ 30,000
Allentown Symphony	1,500
Apple Farm Art & Music Center	1,000
Astral Artistic Services	30,000
Bach Choir of Bethlehem	5,000
Buck County Choral Society	1,500
Chamber Orchestra of Philadelphia	30,000
Chester Children's Chorus	3,000
Choral Arts Society of Philadelphia	7,500
Community Conservatory of Music	5,000
Community Music School	5,000
Darlington Fine Arts Center	15,000
Delaware County Youth Orchestra	1,000
Delaware Symphony Orchestra	10,000
Education Adventures in Music	5,000
1807 & Friends	4,500
GEGISOM	1,000
Gretna Music	1,000
Haddonfield Symphony	15,000
Lancaster Symphony Orchestra	5,000
Lyric Fest	2,000
Mendelssohn Club of Philadelphia	20,000
Network for New Music	10,000
New Jersey Symphony Orchestra	5,000
Opera Company of Philadelphia	15,000
Opera Delaware	3,000
Orchestra 2001	10,000
Painted Bride Art Center	1,000
Pennsylvania Academy of Music	3,000
Pennsylvania Ballet	7,500
Philadelphia Boys Choir & Chorale	2,000
Philadelphia Chamber Music Society	30,000
Philadelphia Classical Symphony	2,500
The Philadelphia Singers	30,000
Philadelphia Youth Orchestra	7,500
Philomel	5,000
Pottstown Symphony	1,500
Reading Symphony Orchestra	5,000
Relache	5,000
Salvation Army	10,000
Settlement Music School	30,000
Singing City	15,000
Steinway Piano Group	400
Susquehanna Chorale	1,000
Tempesta di Mare	2,500
Temple University Music Prep	15,000
Tri County Concerts	1,000
	<u>\$416,900</u>

THE PRESSER FOUNDATION

SCHEDULE OF GRANTS FOR THE ADVANCEMENT OF MUSIC AND OTHER SPECIAL GRANTS – (Continued)

Year ended June 30, 2006

Special Grants and Capital Support Projects

Academy of Vocal Arts	\$ 123,750
Community Music School (Allentown)	5,500
Community Music School of Collegeville	40,000
C.W. Henry School	3,180
Hollins University	50,000
Moravian College	30,000
Relache	5,000
The Philadelphia Orchestra	100,000
The Kimmel Center	125,000
The Philadelphia Chamber Music Society	75,000
The Salvation Army	15,000
The School District of Philadelphia	42,750
Towson University	40,000
West Chester University	150,000
Return of Grants	<u>(50,000)</u>
	<u>755,180</u>
Change in grant payable/grant receivable	
The Philadelphia Orchestra	(100,000)
The Philadelphia Chamber Music Society	75,000
Florida State University	<u>(50,000)</u>
	<u>(75,000)</u>
	<u>\$ 680,180</u>

Application for Change in Accounting Method

OMB No 1545-0152

Name of filer (name of parent corporation if a consolidated group) (see instructions) THE PRESSER FOUNDATION	Identification number (see instructions) 23-2164013
Number, street, and room or suite no If a P O box, see the instructions 385 LANCASTER AVENUE, SUITE 205	Principal business activity code number (see instructions) EXEMPT ORGANIZATION
City or town, state, and ZIP code HAVERFORD, PA 19041	Tax year of change begins (MM/DD/YYYY) 07/01/05 Tax year of change ends (MM/DD/YYYY) 06/30/06
Name of applicant(s) (if different than filer) and identification number(s) (see instructions)	Name of contact person (see instructions) EDITH REINHARDT
	Contact person's telephone number (610) 658-9030

If the applicant is a member of a consolidated group, check this box

If Form 2848, Power of Attorney and Declaration of Representative, is attached, check this box

Check the box to indicate the applicant. <input type="checkbox"/> Individual <input type="checkbox"/> Corporation <input type="checkbox"/> Controlled foreign corporation (Sec 957) <input type="checkbox"/> 10/50 corporation (Sec 904(d)(2)(E)) <input type="checkbox"/> Qualified personal service corporation (Sec 448(d)(2)) <input checked="" type="checkbox"/> Exempt organization Enter Code section 501(c)(3)	Check the appropriate box to indicate the type of accounting method change being requested. (see instructions) <input type="checkbox"/> Cooperative (Sec 1381) <input type="checkbox"/> Partnership <input type="checkbox"/> S corporation <input type="checkbox"/> Insurance co (Sec 816(a)) <input type="checkbox"/> Insurance co (Sec 831) <input type="checkbox"/> Other (specify) _____ <input type="checkbox"/> Depreciation or Amortization <input type="checkbox"/> Financial Products and/or Financial Activities of Financial Institutions <input type="checkbox"/> Other (specify) _____
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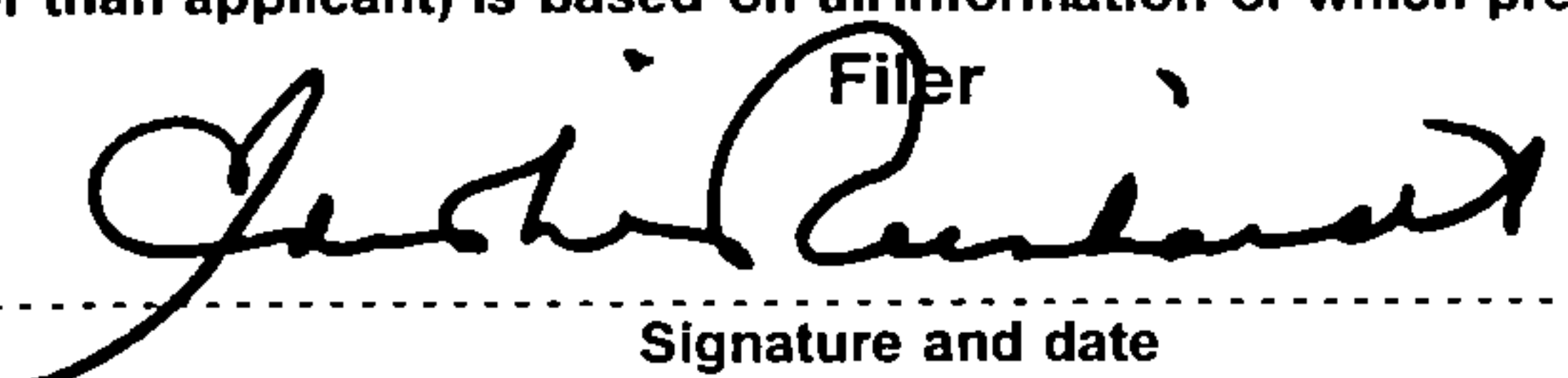
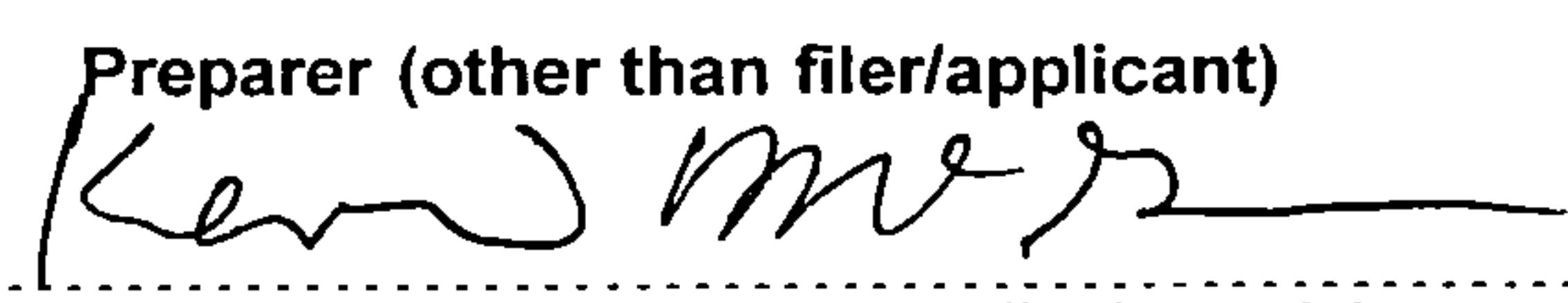
Caution: The applicant must provide the requested information to be eligible for approval of the requested accounting method change. The applicant may be required to provide information specific to the accounting method change such as an attached statement. The applicant must provide all information relevant to the requested accounting method change, even if not specifically requested by the Form 3115.

Part I Information For Automatic Change Request	Yes	No
1 Enter the requested designated accounting method change number from the List of Automatic Accounting Method Changes (see instructions) Enter only one method change number, except as provided for in the instructions. If the requested change is not included in that list, check "Other," and provide a description. ▶ (a) Change No <u>30</u> (b) Other <input type="checkbox"/> Description ▶ _____		
2 Is the accounting method change being requested one for which the scope limitations of section 4.02 of Rev Proc 2002-9 (or its successor) do not apply? If "Yes," go to Part II		X
3 Is the tax year of change the final tax year of a trade or business for which the taxpayer would be required to take the entire amount of the section 481(a) adjustment into account in computing taxable income? If "Yes," the applicant is not eligible to make the change under automatic change request procedures		X

Part II Information For All Requests	Yes	No
4a Does the applicant (or any present or former consolidated group in which the applicant was a member during the applicable tax year(s)) have any Federal income tax return(s) under examination (see instructions)? If you answered "No," go to line 5		X
b Is the method of accounting the applicant is requesting to change an issue (with respect to either the applicant or any present or former consolidated group in which the applicant was a member during the applicable tax year(s)) either (i) under consideration or (ii) placed in suspense (see instructions)?		X

Signature (see instructions)

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

Filer  Signature and date Edith A. Reinhardt, Past President Name and title (print or type)	Preparer (other than filer/applicant)  Signature of individual preparing the application and date Kevin McGinn Name of individual preparing the application (print/or type)
--	--

TAIT, WELLER & BAKER LLP
 Name of firm preparing the application

Part II Information For All Requests (continued)		Yes	No
4c	Is the method of accounting the applicant is requesting to change an issue pending (with respect to either the applicant or any present or former consolidated group in which the applicant was a member during the applicable tax year(s)) for any tax year under examination (see instructions)?		X
d	Is the request to change the method of accounting being filed under the procedures requiring that the operating division director consent to the filing of the request (see instructions)? If "Yes," attach the consent statement from the director		X
e	Is the request to change the method of accounting being filed under the 90-day or 120-day window period? If "Yes," check the box for the applicable window period and attach the required statement (see instructions) <input type="checkbox"/> 90 day <input type="checkbox"/> 120 day		X
f	If you answered "Yes" to line 4a, enter the name and telephone number of the examining agent and the tax year(s) under examination Name ► _____ Telephone number ► _____ Tax year(s) ► _____		X
g	Has a copy of this Form 3115 been provided to the examining agent identified on line 4f?		X
5a	Does the applicant (or any present or former consolidated group in which the applicant was a member during the applicable tax year(s)) have any Federal income tax return(s) before Appeals and/or a Federal court? If "Yes," enter the name of the (check the box) <input type="checkbox"/> Appeals officer and/or <input type="checkbox"/> counsel for the government, and the tax year(s) before Appeals and/or a Federal court Name ► _____ Telephone number ► _____ Tax year(s) ► _____		X
b	Has a copy of this Form 3115 been provided to the Appeals officer and/or counsel for the government identified on line 5a?		X
c	Is the method of accounting the applicant is requesting to change an issue under consideration by Appeals and/or a Federal court (for either the applicant or any present or former consolidated group in which the applicant was a member for the tax year(s) the applicant was a member)? If "Yes," attach an explanation		X
6	If the applicant answered "Yes" to line 4a and/or 5a with respect to any present or former consolidated group, provide each parent corporation's (a) name, (b) identification number, (c) address, and (d) tax year(s) during which the applicant was a member that is under examination, before an Appeals office, and/or before a Federal court		X
7	If the applicant is an entity (including a limited liability company) treated as a partnership or S corporation for Federal income tax purposes, is it requesting a change from a method of accounting that is an issue under consideration in an examination, before Appeals, or before a Federal court, with respect to a Federal income tax return of a partner, member, or shareholder of that entity? If "Yes," the applicant is not eligible to make the change		X
8	Is the applicant making a change to which audit protection does not apply (see instructions)?		X
9a	Has the applicant, its predecessor, or a related party requested or made (under either an automatic change procedure or a procedure requiring advance consent) a change in accounting method within the past 5 years (including the year of the requested change)?		X
b	If "Yes," attach a description of each change and the year of change for each separate trade or business and whether consent was obtained		X
c	If any application was withdrawn, not perfected, or denied, or if a Consent Agreement was sent to the taxpayer but was not signed and returned to the IRS, or if the change was not made or not made in the requested year of change, include an explanation		X
10a	Does the applicant, its predecessor, or a related party currently have pending any request (including any concurrently filed request) for a private letter ruling, change in accounting method, or technical advice?		X
b	If "Yes," for each request attach a statement providing the name(s) of the taxpayer, identification number(s), the type of request (private letter ruling, change in accounting method, or technical advice), and the specific issue(s) in the request(s)		X
11	Is the applicant requesting to change its overall method of accounting? If "Yes," check the appropriate boxes below to indicate the applicant's present and proposed methods of accounting Also, complete Schedule A on page 4 of the form. Present method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Hybrid (attach description) Proposed method: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Hybrid (attach description)	X	
12	If the applicant is not changing its overall method of accounting, attach a detailed and complete description for each of the following a The item(s) being changed. b The applicant's present method for the item(s) being changed c The applicant's proposed method for the item(s) being changed d The applicant's present overall method of accounting (cash, accrual, or hybrid)		X

Part II Information For All Requests (continued)	Yes	No						
13 Attach a detailed and complete description of the applicant's trade(s) or business(es), and the principal business activity code for each. If the applicant has more than one trade or business as defined in Regulations section 1.446-1(d), describe: whether each trade or business is accounted for separately, the goods and services provided by each trade or business and any other types of activities engaged in that generate gross income, the overall method of accounting for each trade or business, and which trade or business is requesting to change its accounting method as part of this application or a separate application.								
14 Will the proposed method of accounting be used for the applicant's books and records and financial statements? For insurance companies, see the instructions. If "No," attach an explanation.	X							
15a Has the applicant engaged, or will it engage, in a transaction to which section 381(a) applies (e.g., a reorganization, merger, or liquidation) during the proposed tax year of change determined without regard to any potential closing of the year under section 381(b)(1)?		X						
b If "Yes," for the items of income and expense that are the subject of this application, attach a statement identifying the methods of accounting used by the parties to the section 381(a) transaction immediately before the date of distribution or transfer and the method(s) that would be required by section 381(c)(4) or (c)(5) absent consent to the change(s) requested in this application.								
16 Does the applicant request a conference of right with the IRS National Office if the IRS proposes an adverse response?		X						
17 If the applicant is changing to or from the cash method or changing its method of accounting under sections 263A, 448, 460, or 471, enter the gross receipts of the 3 tax years preceding the year of change.								
<table style="width:100%; border-collapse: collapse;"> <tr> <td style="width:33%; border-right: 1px solid black;">1st preceding year ended mo 06 yr 2005</td> <td style="width:33%; border-right: 1px solid black;">2nd preceding year ended mo 06 yr 2004</td> <td style="width:33%;">3rd preceding year ended mo 06 yr 2003</td> </tr> <tr> <td style="border-right: 1px solid black;">\$ 3,342,509</td> <td style="border-right: 1px solid black;">\$ 2,031,332</td> <td>\$ 4,524,755</td> </tr> </table>	1st preceding year ended mo 06 yr 2005	2nd preceding year ended mo 06 yr 2004	3rd preceding year ended mo 06 yr 2003	\$ 3,342,509	\$ 2,031,332	\$ 4,524,755		
1st preceding year ended mo 06 yr 2005	2nd preceding year ended mo 06 yr 2004	3rd preceding year ended mo 06 yr 2003						
\$ 3,342,509	\$ 2,031,332	\$ 4,524,755						

Part III Information For Advance Consent Request	Yes	No
18 Is the applicant's requested change described in any revenue procedure, revenue ruling, notice, regulation, or other published guidance as an automatic change request? If "Yes," attach an explanation describing why the applicant is submitting its request under advance consent request procedures.		
19 Attach a full explanation of the legal basis supporting the proposed method for the item being changed. Include a detailed and complete description of the facts that explains how the law specifically applies to the applicant's situation and that demonstrates that the applicant is authorized to use the proposed method. Include all authority (statutes, regulations, published rulings, court cases, etc.) supporting the proposed method. The applicant should include a discussion of any authorities that may be contrary to its use of the proposed method.		
20 Attach a copy of all documents related to the proposed change (see instructions).		
21 Attach a statement of the applicant's reasons for the proposed change.		
22 If the applicant is a member of a consolidated group for the year of change, do all other members of the consolidated group use the proposed method of accounting for the item being changed? If "No," attach an explanation.		
23a Enter the amount of user fee attached to this application (see instructions) ▶ \$ _____		
b If the applicant qualifies for a reduced user fee, attach the necessary information or certification required by Rev Proc 2003-1 (or its successor) (see instructions).		

Part IV Section 481(a) Adjustment	Yes	No
24 Do the procedures for the accounting method change being requested require the use of the cut-off method? If "Yes," do not complete lines 25, 26, and 27 below.		X
25 Enter the section 481(a) adjustment. Indicate whether the adjustment is an increase (+) or a decrease (-) in income ▶ \$ <u>76,300</u> . Attach a summary of the computation and an explanation of the methodology used to determine the section 481(a) adjustment. If it is based on more than one component, show the computation for each component. If more than one applicant is applying for the method change on the same application, attach a list of the name, identification number, principal business activity code (see instructions), and the amount of the section 481(a) adjustment attributable to each applicant.		
26 If the section 481(a) adjustment is an increase to income of less than \$25,000, does the applicant elect to take the entire amount of the adjustment into account in the year of change?		X
27 Is any part of the section 481(a) adjustment attributable to transactions between members of an affiliated group, a consolidated group, a controlled group, or other related parties? If "Yes," attach an explanation.		X

Schedule A — Change in Overall Method of Accounting (If Schedule A applies, Part I below must be completed.)

Part I Change in Overall Method (see instructions)

1 Enter the following amounts as of the close of the tax year preceding the year of change. If none, state "None." Also, attach a statement providing a breakdown of the amounts entered on lines 1a through 1g.

- a Income accrued but not received
- b Income received or reported before it was earned. Attach a description of the income and the legal basis for the proposed method.
- c Expenses accrued but not paid
- d Prepaid expenses previously deducted
- e Supplies on hand previously deducted and/or not previously reported
- f Inventory on hand previously deducted and/or not previously reported. Complete Schedule D, Part II.
- g Other amounts (specify) **▶ ACCRUAL ADJUSTMENT FOR PAID EXPENSE**
- h **Net section 481(a) adjustment** (Combine lines 1a – 1g)

Amount
\$
(23,700)
100,000
\$ 76,300

- 2 Is the applicant also requesting the recurring item exception under section 461(h)(3)? Yes No
- 3 Attach copies of the profit and loss statement (Schedule F (Form 1040) for farmers) and the balance sheet, if applicable, as of the close of the tax year preceding the year of change. On a separate sheet, state the accounting method used when preparing the balance sheet. If books of account are not kept, attach a copy of the business schedules submitted with the Federal income tax return or other return (e.g., tax-exempt organization returns) for that period. If the amounts in Part I, lines 1a through 1g, do not agree with those shown on both the profit and loss statement and the balance sheet, explain the differences on a separate sheet.

Part II Change to the Cash Method For Advance Consent Request (see instructions)

Applicants requesting a change to the cash method must attach the following information:

- 1 A description of inventory items (items whose production, purchase, or sale is an income-producing factor) and materials and supplies used in carrying out the business.
- 2 An explanation as to whether the applicant is required to use the accrual method under any section of the Code or regulations.

Schedule B — Change in Reporting Advance Payments (see instructions)

- 1 If the applicant is requesting to defer advance payment for services under Rev. Proc. 71-21, 1971-2 C.B. 549, attach the following information:
 - a Sample copies of all service agreements used by the applicant that are subject to the requested change in accounting method. Indicate the particular parts of the service agreement that require the taxpayer to perform services.
 - b If any parts or materials are provided, explain whether the obligation to provide parts or materials is incidental (of minor or secondary importance) to an agreement providing for the performance of personal services.
 - c If the change relates to contingent service contracts, explain how the contracts relate to merchandise that is sold, leased, installed, or constructed by the applicant and whether the applicant offers to sell, lease, install, or construct without the service agreement.
 - d A description of the method the applicant will use to determine the amount of income earned each year on service contracts and why that method clearly reflects income earned and related expenses in each year.
 - e An explanation of how the method the applicant will use to determine the amount of gross receipts each year will be no less than the amount included in gross receipts for purposes of its books and records. See section 3.11 of Rev. Proc. 71-21.
- 2 If the applicant is requesting a deferral of advance payments for goods under Regulations section 1.451-5, attach the following information:
 - a Sample copies of all agreements for goods or items requiring advance payments used by the applicant that are subject to the requested change in accounting method. Indicate the particular parts of the agreement that require the applicant to provide goods or items.
 - b A statement providing that the entire advance payment is for goods or items. If not entirely for goods or items, a statement that an amount equal to 95% of the total contract price is properly allocable to the obligation to provide activities described in Regulations section 1.451-5(a)(1)(i) or (ii) (including services as an integral part of those activities).
 - c An explanation of how the method the applicant will use to determine the amount of gross receipts each year will be no less than the amount included in gross receipts for purposes of its books and records. See Regulations section 1.451-5(b)(1).

Schedule C — Changes Within the LIFO Inventory Method (see instructions)**Part I General LIFO Information**

Complete this section if the requested change involves changes within the LIFO inventory method. Also, attach a copy of all **Forms 970, Application To Use LIFO Inventory Method**, filed to adopt or expand the use of the LIFO method.

- 1 Attach a description of the applicant's present and proposed LIFO methods and submethods for each of the following items
 - a Valuing inventory (e.g., unit method or dollar-value method)
 - b Pooling (e.g., by line or type or class of goods, natural business unit, multiple pools, raw material content, simplified dollar-value method, inventory price index computation (IPIC) pools, etc.)
 - c Pricing dollar-value pools (e.g., double-extension, index, link-chain, link-chain index, IPIC method, etc.)
 - d Determining the current year cost of goods in the ending inventory (e.g., most recent purchases, earliest acquisitions during the year, average cost of purchases during the year, etc.)
- 2 If any present method or submethod used by the applicant is not the same as indicated on Form(s) 970 filed to adopt or expand the use of the method, attach an explanation.
- 3 If the proposed change is not requested for all the LIFO inventory, specify the inventory to which the change is and is not applicable.
- 4 If the proposed change is not requested for all of the LIFO pools, specify the LIFO pool(s) to which the change is applicable.
- 5 Attach a statement addressing whether the applicant values any of its LIFO inventory on a method other than cost. For example, if the applicant values some of its LIFO inventory at retail and the remainder at cost, the applicant should identify which inventory items are valued under each method.
- 6 If changing to the IPIC method, attach a completed Form 970 and a statement indicating the indexes, tables, and categories the applicant proposes to use.

Part II Change in Pooling Inventories

- 1 If the applicant is proposing to change its pooling method or the number of pools, attach a description of the contents of, and state the base year for, each dollar-value pool the applicant presently uses and proposes to use.
- 2 If the applicant is proposing to use natural business unit (NBU) pools or requesting to change the number of NBU pools, attach the following information (to the extent not already provided) in sufficient detail to show that each proposed NBU was determined under Regulations section 1.472-8(b)(1) and (2):
 - a A description of the types of products produced by the applicant. If possible, attach a brochure.
 - b A description of the types of processes and raw materials used to produce the products in each proposed pool.
 - c If all of the products to be included in the proposed NBU pool(s) are not produced at one facility, the applicant should explain the reasons for the separate facilities, indicate the location of each facility, and provide a description of the products each facility produces.
 - d A description of the natural business divisions adopted by the taxpayer. State whether separate cost centers are maintained and if separate profit and loss statements are prepared.
 - e A statement addressing whether the applicant has inventories of items purchased and held for resale that are not further processed by the applicant, including whether such items, if any, will be included in any proposed NBU pool.
 - f A statement addressing whether all items including raw materials, goods-in-process, and finished goods entering into the entire inventory investment for each proposed NBU pool are presently valued under the LIFO method. Describe any items that are not presently valued under the LIFO method that are to be included in each proposed pool.
 - g A statement addressing whether, within the proposed NBU pool(s), there are items both sold to unrelated parties and transferred to a different unit of the applicant to be used as a component part of another product prior to final processing.
- 3 If the applicant is engaged in manufacturing and is proposing to use the multiple pooling method or raw material content pools, attach information to show that each proposed pool will consist of a group of items that are substantially similar. See Regulations section 1.472-8(b)(3).
- 4 If the applicant is engaged in the wholesaling or retailing of goods and is requesting to change the number of pools used, attach information to show that each of the proposed pools is based on customary business classifications of the applicant's trade or business. See Regulations section 1.472-8(c).

Part III Method of Cost Allocation (Complete this part if the requested change involves either property subject to section 263A or long-term contracts as described in section 460 (see instructions))

Section A — Allocation and Capitalization Methods

Attach a description (including sample computations) of the present and proposed method(s) the applicant uses to capitalize direct and indirect costs properly allocable to real or tangible personal property produced and property acquired for resale, or to allocate and, where appropriate, capitalize direct and indirect costs properly allocable to long-term contracts. Include a description of the method(s) used for allocating indirect costs to intermediate cost objectives such as departments or activities prior to the allocation of such costs to long-term contracts, real or tangible personal property produced, and property acquired for resale. The description must include the following:

- 1 The method of allocating direct and indirect costs (i.e., specific identification, burden rate, standard cost, or other reasonable allocation method)
- 2 The method of allocating mixed service costs (i.e., direct reallocation, step-allocation, simplified service cost using the labor-based allocation ratio, simplified service cost using the production cost allocation ratio, or other reasonable allocation method)
- 3 The method of capitalizing additional section 263A costs (i.e., simplified production with or without the historic absorption ratio election, simplified resale with or without the historic absorption ratio election including permissible variations, the U.S. ratio, or other reasonable allocation method)

Section B — Direct and Indirect Costs Required To Be Allocated (Check the appropriate boxes in Section B showing the costs that are or will be fully included, to the extent required, in the cost of real or tangible personal property produced or property acquired for resale under section 263A or allocated to long-term contracts under section 460. Mark "N/A" in a box if those costs are not incurred by the applicant. If a box is not checked, it is assumed that those costs are not fully included to the extent required. Attach an explanation for boxes that are not checked.)

	Present method	Proposed method
1 Direct material		
2 Direct labor		
3 Indirect labor		
4 Officers' compensation (not including selling activities)		
5 Pension and other related costs		
6 Employee benefits		
7 Indirect materials and supplies		
8 Purchasing costs		
9 Handling, processing, assembly, and repackaging costs		
10 Offsite storage and warehousing costs		
11 Depreciation, amortization, and cost recovery allowance for equipment and facilities placed in service and not temporarily idle		
12 Depletion		
13 Rent		
14 Taxes other than state, local, and foreign income taxes		
15 Insurance		
16 Utilities		
17 Maintenance and repairs that relate to a production, resale, or long-term contract activity		
18 Engineering and design costs (not including section 174 research and experimental expenses)		
19 Rework labor, scrap, and spoilage		
20 Tools and equipment		
21 Quality control and inspection		
22 Bidding expenses incurred in the solicitation of contracts awarded to the applicant		
23 Licensing and franchise costs		
24 Capitalizable service costs (including mixed service costs)		
25 Administrative costs (not including any costs of selling or any return on capital)		
26 Research and experimental expenses attributable to long-term contracts		
27 Interest		
28 Other costs (Attach a list of these costs)		

Part III Method of Cost Allocation (see instructions) (continued)

Section C — Other Costs Not Required To Be Allocated (Complete Section C only if the applicant is requesting to change its method for these costs.)

	Present method	Proposed method
1 Marketing, selling, advertising, and distribution expenses ..		
2 Research and experimental expenses not included on line 26 above ..		
3 Bidding expenses not included on line 22 above ..		
4 General and administrative costs not included in Section B above ..		
5 Income taxes ..		
6 Cost of strikes ..		
7 Warranty and product liability costs ..		
8 Section 179 costs ..		
9 On-site storage ..		
10 Depreciation, amortization, and cost recovery allowance not included on line 11 above ..		
11 Other costs (Attach a list of these costs) ..		

Schedule E — Change in Depreciation or Amortization (see instructions)

Applicants requesting approval to change their method of accounting for depreciation or amortization complete this section. Applicants must provide this information for each item or class of property for which a change is requested.

Note: See the *List of Automatic Accounting Method Changes* in the instructions for information regarding automatic changes under sections 56, 167, 168, 197, 1400I, 1400L, or former section 168. Do not file Form 3115 with respect to certain late elections and election revocations (see instructions).

- 1 Is depreciation for the property determined under Regulations section 1.167(a)-11 (CLADR)? Yes No
If "Yes," the only changes permitted are under Regulations section 1.167(a)-11(c)(1)(iii)
- 2 Is any of the depreciation or amortization required to be capitalized under any Code section (e.g., section 263A)? Yes No
If "Yes," enter the applicable section ▶
- 3 Has a depreciation or amortization election been made for the property (e.g., the election under section 168(f)(1))? Yes No
If "Yes," state the election made ▶
- 4a To the extent not already provided, attach a statement describing the property being changed. Include in the description the type of property, the year the property was placed in service, and the property's use in the applicant's trade or business or income-producing activity.
- b If the property is residential rental property, did the applicant live in the property before renting it? Yes No
- c Is the property public utility property? Yes No
- 5 To the extent not already provided in the applicant's description of its present method, explain how the property is treated under the applicant's present method (e.g., depreciable property, inventory property, supplies under Regulations section 1.162-3, nondepreciable section 263(a) property, property deductible as a current expense, etc.)
- 6 If the property is not currently treated as depreciable or amortizable property, provide the facts supporting the proposed change to depreciate or amortize the property.
- 7 If the property is currently treated and/or will be treated as depreciable or amortizable property, provide the following information under both the present (if applicable) and proposed methods:
 - a The Code section under which the property is or will be depreciated or amortized (e.g., section 168(g))
 - b The applicable asset class from Rev. Proc. 87-56, 1987-2 C.B. 674, for each asset depreciated under section 168 (MACRS) or under section 1400L, the applicable asset class from Rev. Proc. 83-35, 1983-1 C.B. 745, for each asset depreciated under former section 168 (ACRS), an explanation why no asset class is identified for each asset for which an asset class has not been identified by the applicant
 - c The facts to support the asset class for the proposed method
 - d The depreciation or amortization method of the property, including the applicable Code section (e.g., 200% declining balance method under section 168(b)(1))
 - e The useful life, recovery period, or amortization period of the property
 - f The applicable convention of the property

Application for Extension of Time To File an Exempt Organization Return

▶ File a separate application for each return.

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box
 - 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 PRESSER FOUNDATION	Employer identification number 23-2164013
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 385 LANCASTER AVENUE, NO. 205	
	City, town or post office, state, and ZIP code For a foreign address, see instructions HAVERFORD, PA 19041	

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

- | | | |
|---|--|------------------------------------|
| <input 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 checked="" type="checkbox"/> Form 990-PF | <input type="checkbox"/> Form 1041-A | <input type="checkbox"/> Form 8870 |

- The books are in the care of ▶ **HEMMENWAY & REINHARDT, INC.**
Telephone No ▶ **(610) 544-4545** 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, 2007** 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 **JUL 1, 2005**, and ending **JUN 30, 2006**
- 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-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits See instructions \$ **35,385.**
- b** If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made Include any prior year overpayment allowed as a credit \$ **12,581.**
- 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 \$ **22,804.**

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