

**Return of Organization Exempt From Income Tax**

**2006**

Department of the Treasury  
Internal Revenue Service

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

Open to Public Inspection

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

**A For the 2006 calendar year, or tax year beginning and ending**

**B** Check if applicable:  
 Address change  
 Name change  
 Initial return  
 Final return  
 Amended return  
 Application pending

**C Name of organization**  
**KIDSAVE INTERNATIONAL, INC.**  
 Number and street (or P.O. box if mail is not delivered to street address) Room/suite  
**5165 MACARTHUR BOULEVARD NW**  
 City or town, state or country, and ZIP + 4  
**WASHINGTON, DC 20016**

**D Employer identification number**  
**91-1887623**

**E Telephone number**  
**202-237-7283**

**F Accounting method**  Cash  Accrual  
 Other (specify) **▶**

**G Website:** **WWW.KIDSAVE.ORG**

**J Organization type** (check only one)  501(c) ( 3 ) (insert no)  4947(a)(1) or  527

**K Check here**  if the organization is not a 509(a)(3) supporting organization and its gross receipts are normally not more than \$25,000. A return is not required, but if the organization chooses to file a return, be sure to file a complete return.

**L Gross receipts:** Add lines 6b, 8b, 9b, and 10b to line 12 **▶ 3,142,901.**

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

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances			
Revenue	<b>1</b> Contributions, gifts, grants, and similar amounts received:		
	<b>a</b> Contributions to donor advised funds	<b>1a</b>	
	<b>b</b> Direct public support (not included on line 1a)	<b>1b</b>	<b>2,282,165.</b>
	<b>c</b> Indirect public support (not included on line 1a)	<b>1c</b>	<b>40,157.</b>
	<b>d</b> Government contributions (grants) (not included on line 1a)	<b>1d</b>	<b>613,448.</b>
	<b>e Total</b> (add lines 1a through 1d) (cash \$ <b>2,923,241.</b> noncash \$ <b>12,529.</b> )	<b>1e</b>	<b>2,935,770.</b>
	<b>2</b> Program service revenue including government fees and contracts (from Part VII, line 93)	<b>2</b>	
	<b>3</b> Membership dues and assessments	<b>3</b>	
	<b>4</b> Interest on savings and temporary cash investments	<b>4</b>	<b>487.</b>
	<b>5</b> Dividends and interest from securities	<b>5</b>	
	<b>6 a</b> Gross rents	<b>6a</b>	
	<b>b</b> Less: rental expenses	<b>6b</b>	
<b>c</b> Net rental income or (loss). Subtract line 6b from line 6a	<b>6c</b>		
<b>7</b> Other investment income (describe <b>▶</b> )	<b>7</b>		
<b>8 a</b> Gross amount from sales of assets other than inventory	(A) Securities	(B) Other	
	<b>8a</b>		
	<b>8b</b>		
	<b>8c</b>		
<b>d</b> Net gain or (loss). Combine line 8c, columns (A) and (B)	<b>8d</b>		
<b>9</b> Special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/>			
<b>a</b> Gross revenue (not including <b>691,920.</b> of contributions reported on line 1b)	<b>9a</b>	<b>190,322.</b>	
<b>b</b> Less: direct expenses other than fundraising expenses	<b>9b</b>	<b>202,872.</b>	
<b>c</b> Net income or (loss) from special events. Subtract line 9b from line 9a	<b>9c</b>	<b>-12,550.</b>	
<b>10 a</b> Gross sales of inventory, less returns and allowances	<b>10a</b>		
	<b>b</b> Less: cost of goods sold	<b>10b</b>	
	<b>c</b> Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a	<b>10c</b>	
<b>11</b> Other revenue (from Part VII, line 10b)	<b>11</b>	<b>16,322.</b>	
<b>12 Total revenue.</b> Add lines 1a, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11	<b>12</b>	<b>2,940,029.</b>	
Expenses	<b>13</b> Program services (from line 44, column (B))	<b>13</b>	<b>1,944,222.</b>
	<b>14</b> Management and general (from line 44, column (C))	<b>14</b>	<b>355,456.</b>
	<b>15</b> Fundraising (from line 44, column (D))	<b>15</b>	<b>227,913.</b>
	<b>16</b> Payments to affiliates (attach schedule)	<b>16</b>	
	<b>17 Total expenses.</b> Add lines 16 and 44, column (A)	<b>17</b>	<b>2,527,591.</b>
<b>18</b> Excess or (deficit) for the year. Subtract line 17 from line 12	<b>18</b>	<b>412,438.</b>	
<b>19</b> Net assets or fund balances at beginning of year (from line 73, column (A))	<b>19</b>	<b>104,992.</b>	
<b>20</b> Other changes in net assets or fund balances (attach explanation)	<b>20</b>	<b>0.</b>	
<b>21</b> Net assets or fund balances at end of year. Combine lines 18, 19, and 20	<b>21</b>	<b>517,430.</b>	

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**Part II Statement of Functional Expenses**

All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others.

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I	(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
<b>22a</b> Grants paid from donor advised funds (attach schedule) (cash \$ <u>0</u> , noncash \$ <u>0</u> ) If this amount includes foreign grants, check here <input type="checkbox"/>				
<b>22b</b> Other grants and allocations (attach schedule) (cash \$ <u>112,803</u> , noncash \$ <u>0</u> ) If this amount includes foreign grants, check here <input type="checkbox"/>	<b>112,803.</b>	<b>112,803.</b>	<b>Statement 4</b>	
<b>23</b> Specific assistance to individuals (attach schedule)				
<b>24</b> Benefits paid to or for members (attach schedule)				
<b>25a</b> Compensation of current officers, directors, key employees, etc. listed in Part V-A <b>Stmt 3</b>	<b>379,002.</b>	<b>307,414.</b>	<b>62,113.</b>	<b>9,475.</b>
<b>b</b> Compensation of former officers, directors, key employees, etc. listed in Part V-B	<b>0.</b>	<b>0.</b>	<b>0.</b>	<b>0.</b>
<b>c</b> Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
<b>26</b> Salaries and wages of employees not included on lines 25a, b, and c	<b>643,562.</b>	<b>508,662.</b>	<b>99,223.</b>	<b>35,677.</b>
<b>27</b> Pension plan contributions not included on lines 25a, b, and c				
<b>28</b> Employee benefits not included on lines 25a - 27	<b>81,824.</b>	<b>64,670.</b>	<b>13,326.</b>	<b>3,828.</b>
<b>29</b> Payroll taxes	<b>108,870.</b>	<b>96,529.</b>	<b>8,716.</b>	<b>3,625.</b>
<b>30</b> Professional fundraising fees				
<b>31</b> Accounting fees				
<b>32</b> Legal fees				
<b>33</b> Supplies	<b>15,311.</b>	<b>12,298.</b>	<b>823.</b>	<b>2,190.</b>
<b>34</b> Telephone	<b>45,030.</b>	<b>34,719.</b>	<b>9,091.</b>	<b>1,220.</b>
<b>35</b> Postage and shipping	<b>40,383.</b>	<b>9,109.</b>	<b>3,811.</b>	<b>27,463.</b>
<b>36</b> Occupancy	<b>173,422.</b>	<b>152,527.</b>	<b>16,338.</b>	<b>4,557.</b>
<b>37</b> Equipment rental and maintenance	<b>50,113.</b>	<b>28,830.</b>	<b>18,435.</b>	<b>2,848.</b>
<b>38</b> Printing and publications	<b>77,463.</b>	<b>34,823.</b>	<b>1,589.</b>	<b>41,051.</b>
<b>39</b> Travel	<b>166,068.</b>	<b>153,820.</b>	<b>9,269.</b>	<b>2,979.</b>
<b>40</b> Conferences, conventions, and meetings	<b>11,653.</b>	<b>8,462.</b>	<b>2,967.</b>	<b>224.</b>
<b>41</b> Interest	<b>2,402.</b>		<b>1,188.</b>	<b>1,214.</b>
<b>42</b> Depreciation, depletion, etc (attach schedule)	<b>14,640.</b>	<b>11,242.</b>	<b>2,657.</b>	<b>741.</b>
<b>43</b> Other expenses not covered above (itemize):				
<b>a</b> _____				
<b>b</b> _____				
<b>c</b> _____				
<b>d</b> _____				
<b>e</b> _____				
<b>f</b> _____				
<b>g</b> <b>See Statement 2</b>	<b>605,045.</b>	<b>408,314.</b>	<b>105,910.</b>	<b>90,821.</b>
<b>44</b> <b>Total functional expenses.</b> Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	<b>2,527,591.</b>	<b>1,944,222.</b>	<b>355,456.</b>	<b>227,913.</b>

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

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services?  Yes  No  
 If "Yes," enter (i) the aggregate amount of these joint costs \$ 64,000. ; (ii) the amount allocated to Program services \$ 17,000. ;  
 (iii) the amount allocated to Management and general \$ \_\_\_\_\_ ; and (iv) the amount allocated to Fundraising \$ 47,000.

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

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

What is the organization's primary exempt purpose? ► <u>See Statement 9</u>	<b>Program Service Expenses</b> (Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)
All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)	
<b>a</b> <u>See Statement 5</u>	
(Grants and allocations \$ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	<b>478,811.</b>
<b>b</b> <u>See Statement 6</u>	
(Grants and allocations \$ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	<b>167,643.</b>
<b>c</b> <u>See Statement 7</u>	
(Grants and allocations \$ <b>112,083.</b> ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	<b>573,919.</b>
<b>d</b> <u>See Statement 8</u>	
(Grants and allocations \$ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	<b>515,646.</b>
<b>e</b> Other program services (attach schedule) <u>See Statement 10</u>	
(Grants and allocations \$ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	<b>208,203.</b>
<b>f</b> <b>Total of Program Service Expenses</b> (should equal line 44, column (B), Program services) ►	<b>1,944,222.</b>

**Part IV Balance Sheets** (See the instructions)

**Note:** Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.

		(A) Beginning of year		(B) End of year	
<b>Assets</b>	45	Cash - non-interest-bearing	35,148.	45	481,171.
	46	Savings and temporary cash investments		46	
	47 a	Accounts receivable	116,608.		
	b	Less: allowance for doubtful accounts		47c	116,608.
	48 a	Pledges receivable	119,125.		
	b	Less: allowance for doubtful accounts		48c	119,125.
	49	Grants receivable		49	
	50 a	Receivables from current and former officers, directors, trustees, and key employees		50a	
	b	Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)		50b	
	51 a	Other notes and loans receivable			
	b	Less: allowance for doubtful accounts		51c	
	52	Inventories for sale or use		52	
	53	Prepaid expenses and deferred charges	4,213.	53	25,640.
	54 a	Investments - publicly-traded securities <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54a	
	b	Investments - other securities Stmt 13 <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV	11,491.	54b	18,211.
55 a	Investments - land, buildings, and equipment: basis				
b	Less: accumulated depreciation		55c		
56	Investments - other		56		
57 a	Land, buildings, and equipment: basis	82,852.			
b	Less: accumulated depreciation	19,918.	57c	62,934.	
58	Other assets, including program-related investments (describe ▶ See Statement 11 )	15,203.	58	15,702.	
59	<b>Total assets</b> (must equal line 74) Add lines 45 through 58	262,006.	59	839,391.	
<b>Liabilities</b>	60	Accounts payable and accrued expenses	67,865.	60	140,884.
	61	Grants payable		61	
	62	Deferred revenue		62	12,165.
	63	Loans from officers, directors, trustees, and key employees		63	
	64 a	Tax-exempt bond liabilities		64a	
	b	Mortgages and other notes payable		64b	
	65	Other liabilities (describe ▶ See Statement 12 )	89,149.	65	168,912.
66	<b>Total liabilities.</b> Add lines 60 through 65	157,014.	66	321,961.	
<b>Net Assets or Fund Balances</b>	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.				
	67	Unrestricted	11,964.	67	127,336.
	68	Temporarily restricted	93,028.	68	390,094.
	69	Permanently restricted		69	
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74.				
	70	Capital stock, trust principal, or current funds		70	
	71	Paid-in or capital surplus, or land, building, and equipment fund		71	
	72	Retained earnings, endowment, accumulated income, or other funds		72	
	73	<b>Total net assets or fund balances.</b> Add lines 67 through 69 or lines 70 through 72. (Column (A) must equal line 19 and column (B) must equal line 21)	104,992.	73	517,430.
	74	<b>Total liabilities and net assets/fund balances.</b> Add lines 66 and 73	262,006.	74	839,391.





<b>Part VI Other Information</b> <i>(continued)</i>		Yes	No
<b>82 a</b> Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	<b>82a</b>	X	
<b>b</b> If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III)	<b>82b</b>		480,434.
<b>83 a</b> Did the organization comply with the public inspection requirements for returns and exemption applications?	<b>83a</b>	X	
<b>b</b> Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	<b>83b</b>	X	
<b>84 a</b> Did the organization solicit any contributions or gifts that were not tax deductible?	<b>84a</b>		X
<b>b</b> If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	<b>84b</b>		N/A
<b>85 501(c)(4), (5), or (6) organizations a</b> Were substantially all dues nondeductible by members?	<b>85a</b>		N/A
<b>b</b> Did the organization make only in-house lobbying expenditures of \$2,000 or less? If "Yes" was answered to either 85a or 85b, <b>do not</b> complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year	<b>85b</b>		N/A
<b>c</b> Dues, assessments, and similar amounts from members	<b>85c</b>		N/A
<b>d</b> Section 162(e) lobbying and political expenditures	<b>85d</b>		N/A
<b>e</b> Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	<b>85e</b>		N/A
<b>f</b> Taxable amount of lobbying and political expenditures (line 85d less 85e)	<b>85f</b>		N/A
<b>g</b> Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	<b>85g</b>		N/A
<b>h</b> If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	<b>85h</b>		N/A
<b>86 501(c)(7) organizations.</b> Enter <b>a</b> Initiation fees and capital contributions included on line 12	<b>86a</b>		N/A
<b>b</b> Gross receipts, included on line 12, for public use of club facilities	<b>86b</b>		N/A
<b>87 501(c)(12) organizations</b> Enter <b>a</b> Gross income from members or shareholders	<b>87a</b>		N/A
<b>b</b> Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them)	<b>87b</b>		N/A
<b>88 a</b> At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX	<b>88a</b>		X
<b>b</b> At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Part XI	<b>88b</b>		X
<b>89 a 501(c)(3) organizations.</b> Enter: Amount of tax imposed on the organization during the year under section 4911 <b>0.</b> ; section 4912 <b>0.</b> ; section 4955 <b>0.</b>			
<b>b 501(c)(3) and 501(c)(4) organizations</b> Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction	<b>89b</b>		X
<b>c</b> Enter Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958			0.
<b>d</b> Enter Amount of tax on line 89c, above, reimbursed by the organization			0.
<b>e All organizations.</b> At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?	<b>89e</b>		X
<b>f All organizations.</b> Did the organization acquire a direct or indirect interest in any applicable insurance contract?	<b>89f</b>		X
<b>g For supporting organizations and sponsoring organizations maintaining donor advised funds.</b> Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?	<b>89g</b>		X
<b>90 a</b> List the states with which a copy of this return is filed <b>See Statement 15</b>			
<b>b</b> Number of employees employed in the pay period that includes March 12, 2006	<b>90b</b>		10
<b>91 a</b> The books are in care of <b>KIDSAVE INTERNATIONAL</b> Telephone no. <b>202-237-7283</b> Located at <b>5165 MACARTHUR BLVD NW, WASHINGTON, DC</b> ZIP + 4 <b>20016</b>			
<b>b</b> At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If "Yes," enter the name of the foreign country <b>See Statement 16</b> See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.	<b>91b</b>	X	

**Part VI Other Information** (continued) **Yes No**

c At any time during the calendar year, did the organization maintain an office outside of the United States? 91c  Yes  No  
 If "Yes," enter the name of the foreign country **See Statement 17**

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

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

**Note:** Enter gross amounts unless otherwise indicated

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclu- sion code	(D) Amount	
93 Program service revenue.					
a _____					
b _____					
c _____					
d _____					
e _____					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	487.	
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate.					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					
101 Net income or (loss) from special events					-12,550.
102 Gross profit or (loss) from sales of inventory					
103 Other revenue					
a MISCELLANEOUS					16,322.
b _____					
c _____					
d _____					
e _____					
104 Subtotal (add columns (B), (D), and (E))		0.		487.	3,772.
105 Total (add line 104, columns (B), (D), and (E))					4,259.

**Note:** Line 105 plus line 1e, Part I, should equal the amount on line 12, Part I

**Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes** (See the instructions.)

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
103a	MISCELLANEOUS INCOME GENERATED BY ACTIVITIES IN SUPPORT OF ITS EXEMPT PURPOSE

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

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

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

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

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

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

**Part XI** Information Regarding Transfers To and From Controlled Entities. Complete only if the organization is a controlling organization as defined in section 512(b)(13) **N/A**

**106** Did the reporting organization make any transfers to a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity

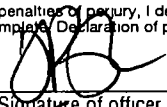
	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer	Yes	No
a	-----					
b	-----					
c	-----					
<b>Totals</b>						

**107** Did the reporting organization receive any transfers from a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer	Yes	No
a	-----					
b	-----					
c	-----					
<b>Totals</b>						

**108** Did the organization have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in question 107 above?

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

Please Sign Here:  Date: 11-12-07  
 Signature of officer: Terry Baugel, President  
 Type or print name and title: Terry Baugel, President

Paid Preparer's Use Only: Preparer's signature: Amy M. Bantz Date: 11/12/07 Check if self-employed:  Preparer's SSN or PTIN (See Gen Inst X):  
 Firm's name (or yours if self-employed), address, and ZIP + 4: DROLET AND ASSOCIATES, PLLC  
 1901 L STREET, NW, SUITE 250  
 WASHINGTON, DC 20036  
 EIN: Phone no: 202-822-0717

**SCHEDULE A**  
(Form 990 or 990-EZ)

Department of the Treasury  
Internal Revenue Service

**Organization Exempt Under Section 501(c)(3)**

(Except Private Foundation) and Section 501(e), 501(f), 501(k),  
501(n), or 4947(a)(1) Nonexempt Charitable Trust

**Supplementary Information-(See separate instructions.)**

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

OMB No 1545-0047

**2006**

Name of the organization

**KIDSAVE INTERNATIONAL, INC.**

Employer identification number

**91 1887623**

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

(See page 2 of the instructions. List each one. If there are none, enter "None.")

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
JACQUELINE RUSHING 5165 MACARTHUR BLVD., WASHINGTON, DC	SOCIAL WORKER 40.00	50,912.	4,025.	
MARY DOHERTY 5165 MACARTHUR BLVD., WASHINGTON, DC	DIR. EVENTS/SPONSORS 40.00	51,973.	3,246.	
Total number of other employees paid over \$50,000 ▶	0			

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

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

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

**Part II-B Compensation of the Five Highest Paid Independent Contractors for Other Services**

(List each contractor who performed services other than professional services, whether individuals or firms. If there are none, enter "None." See page 2 of the instructions.)

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

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

		Yes	No
1	During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ▶ \$ _____ \$ <u>3,776.</u> (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.) Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes" must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.	X	
2	During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is "Yes," attach a detailed statement explaining the transactions.)		
a	Sale, exchange, or leasing of property?		X
b	Lending of money or other extension of credit?		X
c	Furnishing of goods, services, or facilities?		X
d	Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)? <b>See Statement 18</b>	X	
e	Transfer of any part of its income or assets?		X
3 a	Did the organization make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments.)		X
b	Did the organization have a section 403(b) annuity plan for its employees?		X
c	Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If "Yes," attach a detailed statement		X
d	Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?		X
4 a	Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g		X
b	Did the organization make any taxable distributions under section 4966?		X
c	Did the organization make a distribution to a donor, donor advisor, or related person?		X
d	Enter the total number of donor advised funds owned at the end of the tax year ▶		0
e	Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year ▶		0.
f	Enter the total number of separate funds or accounts owned at the end of the year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts ▶		0.
g	Enter the aggregate value of assets in all funds or accounts included on line 4f at the end of the tax year ▶		0.

**Part IV Reason for Non-Private Foundation Status** (See pages 4 through 7 of the instructions.)

I certify that the organization is not a private foundation because it is: (Please check only **ONE** applicable box.)

- 5  A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).
- 6  A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)
- 7  A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).
- 8  A federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).
- 9  A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). Enter the hospital's name, city, and state
- 10  An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)
- 11a  An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 11b  A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 12  An organization that normally receives: (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions - subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
- 13  An organization that is not controlled by any disqualified persons (other than foundation managers) and otherwise meets the requirements of section 509(a)(3). Check the box that describes the type of supporting organization:  
 Type I       Type II       Type III-Functionally Integrated       Type III-Other

**Provide the following information about the supported organizations** (See page 7 of the instructions.)

(a) Name(s) of supported organization(s)	(b) Employer identification number (EIN)	(c) Type of organization (described in lines 5 through 12 above or IRC section)	(d) Is the supported organization listed in the supporting organization's governing documents?		(e) Amount of support
			Yes	No	
<b>Total</b>					▶

- 14  An organization organized and operated to test for public safety. Section 509(a)(4). (See page 7 of the instructions.)

**Part IV-A Support Schedule** (Complete only if you checked a box on line 10, 11, or 12) Use cash method of accounting.  
 Note: You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.

Calendar year (or fiscal year beginning in)	(a) 2005	(b) 2004	(c) 2003	(d) 2002	(e) Total
<b>15</b> Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	1,698,925.	2,037,481.	1,677,707.	1,412,313.	6,826,426.
<b>16</b> Membership fees received					
<b>17</b> Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose	4,329.	3,168.			7,497.
<b>18</b> Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	5,920.	3,260.	5,202.	5,846.	20,228.
<b>19</b> Net income from unrelated business activities not included in line 18					
<b>20</b> Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
<b>21</b> The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					
<b>22</b> Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets	6,018.		See Statement 19 10,972.	8,502.	25,492.
<b>23</b> Total of lines 15 through 22	1,715,192.	2,043,909.	1,693,881.	1,426,661.	6,879,643.
<b>24</b> Line 23 minus line 17	1,710,863.	2,040,741.	1,693,881.	1,426,661.	6,872,146.
<b>25</b> Enter 1% of line 23	17,152.	20,439.	16,939.	14,267.	
<b>26 Organizations described on lines 10 or 11:</b> a Enter 2% of amount in column (e), line 24					<b>26a</b> 137,443.
b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 2002 through 2005 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts					<b>26b</b> 1,939,948.
c Total support for section 509(a)(1) test: Enter line 24, column (e)					<b>26c</b> 6,872,146.
d Add. Amounts from column (e) for lines: 18 <u>20,228.</u> 19 _____ 22 <u>25,492.</u> 26b <u>1,939,948.</u>					<b>26d</b> 1,985,668.
e Public support (line 26c minus line 26d total)					<b>26e</b> 4,886,478.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))					<b>26f</b> 71.1056%
<b>27 Organizations described on line 12:</b> a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." Do not file this list with your return. Enter the sum of such amounts for each year: <b>N/A</b>	(2005)	(2004)	(2003)	(2002)	
b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11b, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year: <b>N/A</b>	(2005)	(2004)	(2003)	(2002)	
c Add: Amounts from column (e) for lines: 15 _____ 16 _____ 17 _____ 20 _____ 21 _____					<b>27c</b> N/A
d Add: Line 27a total _____ and line 27b total _____					<b>27d</b> N/A
e Public support (line 27c total minus line 27d total)					<b>27e</b> N/A
f Total support for section 509(a)(2) test: Enter amount on line 23, column (e)					<b>27f</b> N/A
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))					<b>27g</b> N/A %
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))					<b>27h</b> N/A %

**28 Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 2002 through 2005, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15.

None

**Part V Private School Questionnaire** (See page 9 of the instructions.)

N/A

**(To be completed ONLY by schools that checked the box on line 6 in Part IV)**

		Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.)  _____ _____ _____		
32	Does the organization maintain the following:		
a	Records indicating the racial composition of the student body, faculty, and administrative staff?	32a	
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b	
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c	
d	Copies of all material used by the organization or on its behalf to solicit contributions? If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.)  _____ _____	32d	
33	Does the organization discriminate by race in any way with respect to:		
a	Students' rights or privileges?	33a	
b	Admissions policies?	33b	
c	Employment of faculty or administrative staff?	33c	
d	Scholarships or other financial assistance?	33d	
e	Educational policies?	33e	
f	Use of facilities?	33f	
g	Athletic programs?	33g	
h	Other extracurricular activities? If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)  _____ _____	33h	
34 a	Does the organization receive any financial aid or assistance from a governmental agency?	34a	
b	Has the organization's right to such aid ever been revoked or suspended? If you answered "Yes" to either 34a or b, please explain using an attached statement.	34b	
35	Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If "No," attach an explanation	35	





Form 990	Special Events and Activities				Statement 1
Description of Event	Gross Receipts	Contribut. Included	Gross Revenue	Direct Expenses	Net Income
SPECIAL EVENTS	882,242.	691,920.	190,322.	202,872.	-12,550.
To Fm 990, Part I, line 9	882,242.	691,920.	190,322.	202,872.	-12,550.

Form 990	Other Expenses			Statement 2
Description	(A) Total	(B) Program Services	(C) Management and General	(D) Fundraising
ADOPTION ASSISTANCE	14,878.	14,878.		
ADVERTISING	28,417.	28,046.	283.	88.
BANK CHARGES	43,373.	8,076.	35,297.	
CONTRACTORS	281,089.	253,448.	17,708.	9,933.
DUES AND SUBSCRIPTIONS	7,337.	4,758.	1,717.	862.
HONORARIA & STIPENDS	13,950.	14,162.	-309.	97.
INSURANCE	774.	1,599.	-825.	
LICENSE, TAXES & FEES	2,882.	2,561.	321.	
OFFICE EXPENSE	37,194.	22,738.	13,895.	561.
PROFESSIONAL DEVELOPMENT	778.	631.	147.	
PROFESSIONAL FEES	63,235.	23,014.	37,295.	2,926.
MISCELLANEOUS EXPENSE	24,759.	22,385.	226.	2,148.
SPONSORSHIP	-4,425.	-4,425.		
TRAINING AND RECRUITMENT	13,419.	13,264.	155.	
TRANSLATION	3,179.	3,179.		
MEETINGS AND EVENTS	74,206.			74,206.
Total to Fm 990, ln 43	605,045.	408,314.	105,910.	90,821.



Form 990	Cash Grants and Allocations to Others	Statement 4
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<u>Class of Activity/Donee's Name and Address</u>	<u>Amount</u>
SECURE FUTURES SMOLENSK 214000 SMOLENSK SOBORNAYA GORA, 17	47,035.
RIGHT OF CHILD 125167 MOSCOW LENINDGRADSKY PROSPECT, D. 4, STR. 4, OFFICE 904	36,250.
SECURE FUTURES ST. PETERSBURG 195112 ST. PETERSBURG MALOOKHTINKSY PROSPECT, D. 51	29,518.
Total Included on Form 990, Part II, line 22b	<u>112,803.</u>

Form 990

Statement of Program Service Accomplishments

Statement 5

Description of Program Service One

SUMMER MIRACLES - KIDSAVE PROVIDES THE OPPORTUNITY FOR OLDER, OVERLOOKED CHILDREN WHO HAVE BEEN GROWING UP IN GOVERNMENT ORPHANAGES OR FOSTER CARE TO STAY WITH FAMILIES EVERY SUMMER. THE KIDSAVE PROGRAM CONNECTS CHILDREN WITHOUT PARENTS TO PEOPLE IN THE COMMUNITY. FAMILIES MAKE MIRACULOUS CHANGES IN THESE KIDS AND ONCE THE FAMILIES MEET THE CHILDREN, MANY DECIDE TO ADOPT OR THEY HELP THE CHILD FIND ADOPTIVE FAMILIES. IN 2006, 59 CHILDREN TRAVELED TO THE USA IN THE SUMMER MIRACLES PROGRAM. THROUGH 2006, 1,370 ORHPANS FROM COLOMBIA TRAVELED ON SUMMER MIRACLES. OF THE CHILDREN WHO TRAVELED AND THEIR FRIENDS AND SIBLINGS WHO BECAME CONNECTED WITH FAMILIES THROUGH THE PROGRAM, 1,205 ADOPTIONS HAVE BEEN COMPLETED.

Grants

Expenses

To Form 990, Part III, line a

478,811.

Description of Program Service Two

ADVOCACY PROGRAM- 33 MILLION CHILDREN WORLWIDE ARE FORGOTTEN, GROWING UP WITHOUT FAMILIES. WITHOUT HOPE, 10% OF THESE FORGOTTEN CHILDREN (1 IN 10) WILL COMMIT SUICIDE AS YOUNG ADULTS. LESS THAN HALF WILL FINISH HIGH SCHOOL. MANY WILL END UP INCARCERATED. RESEARCH INDICATES THAT A CONNECTED CARING ADULT IS THE BEST ANTIDOTE FOR YOUTH VIOLENCE. KIDSAVE WORKS TO SHINE A LIGHT ON THIS PROBLEM AND THE NEED FOR CHILDREN TO GROW UP WITH A FAMILY OR A CONNECTION WITH A STABLE ADULT. AS A GLOBAL VOICE FOR CHANGE, KIDSAVE CONDUCTS COMMUNITY EVENTS TO BUILD AWARENESS OF THE GLOBAL, AND LOCAL, PROBLEMS OF CHILDREN WITHOUT PARENTS. THESE EVENTS INCLUDE LUNCHEONS, GOLF TOURNAMENTS, GALAS, WALKS AND OTHER EVENTS. THE FOCUS OF THESE EVENTS COMBINES ADVOCACY, SEEKING SUPPORT FOR OUTREACH, AND RECRUITING HOST FAMILIES, VOLUNTEERS AND ADVOCATES FOR THE CHILDREN.

	Grants	Expenses
To Form 990, Part III, line b		167,643.

Form 990

Statement of Program Service Accomplishments

Statement 7

Description of Program Service Three

RUSSIAN PROGRAMS- IN RUSSIA OVER 800,000 ARE INSTITUTIONALIZED - IN 2000 123,000 WERE INSTITUTIONALIZED. KIDSAVE HAS BUILT A FAMILY VISIT PROGRAM THAT OPERATES IN ST. PETERSBURG, SMOLENSK, AND YUZHNO SAKHLALINSK IN PARTNERSHIP WITH REGIONAL MINISTRIES OF EDUCATION. OVER 1,000 CHILDREN HAVE BEEN HOSTED OR MENTORED, OVER 300 HAVE MOVED INTO FAMILIES AND OVER HALF OF THE OTHERS HAVE ONGOING MENTORING RELATIONSHIPS WITH THEIR HOST FAMILIES. MORE THAN 350 ORPHANAGE STAFF HAVE BEEN TRAINED TO TRAIN/USE THE FAMILY VISIT MODEL. CHILDREN NEARING THE AGE OF EMANCIPATION ARE ATTENDING KIDSAVE'S SCHOOL OF LIFE TO LEARN BASIC INDEPENDENT LIVING SKILLS. KIDSAVE IS ALSO SUPPORTING TEENAGE ORPHANS WHO ARE PREGNANT TO HELP THEM LEARN HOW TO CARE FOR THEIR CHILDREN AND NOT PUT THEM INTO AN ORPHANAGE.

To Form 990, Part III, line c

Grants

Expenses

112,083.

573,919.

Form 990 Statement of Program Service Accomplishments Statement 8

Description of Program Service Four

WEEKEND MIRACLES - IN THE UNITED STATES OVER 125,000 CHILDREN ARE WAITING FOR ADOPTION. MANY OF THESE ARE OLDER CHILDREN AND CHILDREN OF COLOR. KIDSAVE HAS ADAPTED ITS FAMILY VISIT MODEL TO HELP OLDER, OVERLOOKED KIDS IN THE US FOSTER CARE SYSTEM FIND PERMANENT FAMILIES. THROUGH PARTNERSHIPS WITH THE LOS ANGELES COUNTY DEPARTMENT OF CHILD AND FAMILY SERVICES AND THE DISTRICT OF COLUMBIA CHILD AND FAMILY SERVICES AGENCY, KIDSAVE IS BUILDING AND TESTING, WEEKEND MIRACLES, A PROGRAM FOR YOUTH AGE 9 TO 21 WHICH IS DESIGNED TO SHINE A LIGHT ON THESE CHILDREN, INTRODUCE THEM TO PEOPLE IN THE COMMUNITY WHO HAVE THE OPPORTUNITY TO HOST THEM IN THEIR HOMES FOR A SERIES OF WEEKENDS AND HELP THE CHILDREN FIND PERMANENT FAMILIES. IN 2006, BOTH DC AND LA COUNTY WERE IN THE FORMATIVE STAGES OF THE PROGRAM, WORKING WITH THE COUNTIES TO FINALIZE PROTOCOLS, IDENTIFY AND PREPARE CHILDREN AND SOCIAL WORKERS AND RECRUIT HOST FAMILIES

	Grants	Expenses
To Form 990, Part III, line d		515,646.

Form 990 Statement of Organization's Primary Exempt Purpose Part III Statement 9

Explanation

KIDSAVE IS ABOUT CREATING CHANGE FOR ORPHANS AND CHILDREN IN FOSTER CARE THE WORLD HAS FORGOTTEN. WE BUILD MODEL PROGRAMS THAT SHINE A LIGHT ON OLDER KIDS OFTEN LEFT BEHIND AND MOVE CHILDREN OUT OF GOVERNMENT CARE AND INTO ADOPTIVE FAMILIES AND PERMANENT, CONNECTED CARING RELATIONSHIPS WITH ADULTS. WE WORK AS PARTNERS WITH GOVERNMENTS AND POLICY MAKERS TO DRIVE SYSTEMS CHANGE WORLDWIDE.

Form 990	Other Program Services	Statement	10
Description of Other Program Services	Grants and Allocations	Expenses	
CHILD ASSISTANCE	0.	20,740.	
PERMANENCY PROGRAM - WORK FOCUSED ON FINDING PERMANENT FAMILY CONNECTIONS FOR AN INDIVIDUAL CHILD OR A GROUP OF ORPHANS OUTSIDE OF THE SCOPE OF EXISTING KIDSAVE PROGRAMS.	0.	92,097.	
COLOMBIA PROGRAM - KIDSAVE COLOMBIA OPERATES "ENCUENTROS MILAGROSOS" (MIRACULOUS ENCOUNTERS), A FAMILY VISIT PROGRAM BUILT FROM KIDSAVE'S FAMILY VISIT MODEL AND THE RUSSIAN EXPERIENCE. IN PARTNERSHIP WITH THE INSTITUTE COLOMBIANO BIENESTAR FAMILIAR THE PROTOCOLS FOR OPERATING THIS PROGRAM IN COLOMBIA WERE DEVELOPED AND TRAINING BEGAN IN ORPHANAGES TO PREPARE FOR IMPLEMENTATION OF THIS PROGRAM. THROUGH THE ENCUENTROS MILAGROSOS PROGRAM KIDSAVE'S GOAL IS TO TEST THE PROGRAM IN BOGOTA AND THEN EXPAND NATIONWIDE.	0.	95,366.	
Total to Form 990, Part III, line e		208,203.	

Form 990	Other Assets	Statement	11
Description		Amount	
DEPOSITS		5,124.	
RESTRICTED CASH FOR ADOPTION ASSISTANCE		10,578.	
Total to Form 990, Part IV, line 58, Column B		15,702.	

Form 990	Other Liabilities	Statement 12
<u>Description</u>		<u>Amount</u>
COMPENSATION PAYABLE		63,318.
LINE OF CREDIT		41,723.
OBLIGATION UNDER CAPITAL LEASE		53,293.
ADOPTION ASSISTANCE AND SPONSORSHIPS		10,578.
Total to Form 990, Part IV, line 65, Column B		168,912.

Form 990	Other Securities	Statement 13
<u>Security Description</u>	<u>Cost/FMV</u>	<u>Other Securities</u>
EQUITY SECURITIES	FMV	12,184.
MONEY MARKET FUNDS	FMV	6,027.
To Form 990, line 54b, Col B		18,211.

Form 990      Part V-A - List of Current Officers, Directors, Trustees and Key Employees      Statement 14

Name and Address	Title and Avrg Hrs/Wk	Compen- sation	Employee Ben Plan Contrib	Expense Account
RANDI THOMPSON 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	CHIEF EXECUTIVE OFFICER 40.00	156,277.	0.	0.
TERRY BAUGH 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	PRESIDENT 40.00	154,140.	0.	0.
LAUREN GORDON 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	V.P./SECRETARY 40.00	89,181.	5,404.	0.
MICHAEL F. BYRNE 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 4.00	0.	0.	0.
HENRY E. COLE 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 0.05	0.	0.	0.
KEN CRERAR 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 0.25	0.	0.	0.
BENNY CUKIER 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 0.25	0.	0.	0.
TARA KALAGHER GIUNTA 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	CHAIR ELECT 5.00	0.	0.	0.
WILLIAM Z. GOLDSTEIN 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 2.00	0.	0.	0.
MARGARET HEIMBOLD 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 0.25	0.	0.	0.
KENNETH L. HEISZ 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 0.25	0.	0.	0.

KAREN A. JOHNSON 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 0.05	0.	0.	0.
CATHERINE KELLY 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 2.00	0.	0.	0.
JAMES J. KILCOURSE 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	CHAIR ELECT 2.00	0.	0.	0.
RONALD LEGRAND 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 0.05	0.	0.	0.
EDWARD W. MAIBACH 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	CO-CHAIR 5.00	0.	0.	0.
DEAN MARKS 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 5.00	0.	0.	0.
ELIZABETH MCMASTER 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	TREASURER 5.00	0.	0.	0.
KEITH G. MORRISON 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 2.00	0.	0.	0.
MABEL P. PHIFER, PH.D 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 0.05	0.	0.	0.
GERALD A. PORTER 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	CO-CHAIR 5.00	0.	0.	0.
ELLA MARIE SCHIRALLI 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 2.00	0.	0.	0.
PETER SCHWARTZ 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 2.00	0.	0.	0.
LEN SIMON 5165 MACARTHUR BLVD. NW WASHINGTON, DC 20016	DIRECTOR 0.10	0.	0.	0.



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Schedule A	Explanation of Transactions Part III, Line 2d	Statement 18
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SEE 990, PART V

Schedule A	Other Income			Statement 19
Description	2005 Amount	2004 Amount	2003 Amount	2002 Amount
MISCELLANEOUS	6,018.	0.	10,972.	8,502.
Total to Schedule A, line 22	6,018.	0.	10,972.	8,502.

**Kidsave International, Inc.**  
**EIN:91-1887623**  
**2006 Form 990**

**Attachment to Part V-A - Current Officers, Directors, Trustees and Key Employees**

1) Randi Thompson

Compensation per Column ( C ) of Part V-A	156,277
Compensation per Part II, Line 25a	<u>142,277</u>
Difference	<u>14,000</u>

The difference is \$14,000 of deferred compensation expensed in a prior year and paid to the Chief Executive Officer during the year ended December 31, 2006.

2) Terry Baugh

Compensation per Column ( C ) of Part V-A	154,140
Compensation per Part II, Line 25a	<u>142,140</u>
Difference	<u>12,000</u>

The difference is \$12,000 of deferred compensation expensed in a prior year and paid to the President during the year ended December 31, 2006

**Kidsave International, Inc.**  
**EIN: 91-1887623**  
**2006 Form 990**

**Attachment to 990 Schedule A, Part VI-A - Lobbying Expenditures by Electing Public Charities**

Lines 45 to 50 of Part VI-A, column (d) have no amounts entered. The Organization did not have lobbying expenditures in 2003.

BYLAWS  
OF  
KIDSAVE INTERNATIONAL

Article I

NAME

The name of the corporation is Kidsave International.

Article II

OFFICES AND REGISTERED AGENT

1. Principal Office. The principal office of the corporation and such other offices as it may establish shall be located at such place or places, either within or without the District of Columbia, as may be designated by the Board of Directors.

2. Registered Office. The corporation shall continuously maintain within the District of Columbia a registered office in compliance with the District of Columbia Nonprofit Corporation Law.

3. Registered Agent; Changes. The corporation shall continuously maintain within the District of Columbia a registered agent in compliance with the District of Columbia Nonprofit Corporation Law. Any change shall be accomplished in compliance with the Nonprofit Corporation Law.

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Article III

MEMBERS

As stated in its Articles of Incorporation, the corporation shall not have members. Any individual or entity who provides support or assistance to the corporation may be designated as a "supporting member" or other similar title as determined by the Board of Directors from time to time.

Article IV

BOARD OF DIRECTORS

1. General Powers and Duties. Management of the affairs of the corporation shall be vested in its Board of Directors. The Board of Directors shall possess, and may exercise, any and all powers granted to the corporation under the District of Columbia Nonprofit Corporation Law and its Articles of Incorporation, subject to the limitations set forth in the Articles.

2. Number. The number of members of the Board of Directors shall be fixed by resolution of the Board of Directors, but shall not be less than three.

3. Residency. Members of the Board of Directors need not be residents of the District of Columbia.

4. Terms. The members of the Board of Directors shall serve two (2) year terms. Otherwise, the term of office of any individual member of the Board shall terminate

- 3 -

upon the effective date of his or her resignation, which may be made at any time by giving notice thereof in writing to the Chairman of the Board; upon his or her death; or upon a vote of two-thirds of the entire membership of the Board to remove him or her from office. New members shall be appointed to the Board by the majority vote of the remaining members of the Board, even if less than a quorum. A member may succeed him or herself.

5. Quorum. A third of the entire membership of the Board of Directors as fixed in these Bylaws shall constitute a quorum for the transaction of any business, but in no case shall a quorum consist of less than two members. In the absence of a quorum, a majority of those members present may adjourn the meeting. When a quorum is once present to organize a meeting, it is not broken by the subsequent departure of one or more directors from the meeting, provided that at least one quarter of the board is present at all times. The affirmative vote of a majority of the members present at a Board meeting at which a quorum is present shall be necessary and sufficient to the making of decisions by the Board, except as a larger vote may at any time be otherwise specifically required by District of Columbia Nonprofit Corporation Law, the Articles of Incorporation, or these Bylaws.

6. Meetings. Regular or special meetings may be held either within or without the District of Columbia and shall

- 4 -

be held at such times and in such places as the Board of Directors may by resolution determine in advance. Special meetings may be called by the President, or by the President or Secretary upon the written request of one-third of the Board members. The last regular meeting of the Board of Directors in each fiscal year shall constitute its annual meeting.

7. Notice. At least ten days' notice shall be given to each Director of a regular meeting of the Board of Directors. A special meeting of the Board of Directors may be held upon notice of two days. Notice of a meeting of the Board of Directors shall specify the date, time, and place of the meeting, but, except as provided in Article X of these Bylaws (relating to amendment of the Articles and Bylaws), need not specify the purpose for the meeting or the business to be conducted. Notice must be either delivered personally to each Director or mailed (including the sending of a telegram, fax, or electronic mail) to his or her business address. If such notice is given by mail, it shall be deemed delivered when deposited in the United States mail properly addressed and with postage prepaid thereon. If such notice is given by telegram, it shall be deemed delivered when the content of the telegram is delivered to the telegraph company. If such notice is given by fax or electronic mail, it shall be deemed delivered when transmitted. Notwithstanding the foregoing, a Director may

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waive notice of any regular or special meeting of the Board of Directors by written statement filed with the Board of Directors, or by oral statement at any such meeting. Attendance at a meeting of the Board of Directors shall also constitute a waiver of notice, except where a Director states that he or she is attending for the purpose of objecting to the conduct of business on the ground that the meeting was not lawfully called or convened.

8. Unanimous Consent. Any action required or permitted to be taken at a meeting of the Board of Directors may be taken without a meeting, provided all members consent in writing and set forth in the same writing the action or decision taken or made. Consent in writing shall have the same force and effect as a unanimous vote, and may be described as such in any document executed by or on behalf of the corporation.

9. Compensation. Members of the Board of Directors other than officers and employees shall receive no compensation for their services but, by resolution of the Board, may be reimbursed for expenses incurred while acting on behalf of the corporation.

10. Teleconferencing. The Board of Directors may participate in a meeting by means of a conference telephone or similar communications equipment through which all members participating in the meeting can speak to and hear

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each other at the same time. Participation by such means shall constitute presence in person at the meeting.

11. Chair and Vice-Chair. The Board of Directors, at its first regular meeting, and from time to time thereafter, shall elect by majority vote, one Director as Chair and may elect one Director as Vice-Chair, each to serve at the pleasure of the Board. The Chair of the Board of Directors shall preside at all meetings of the Board of Directors at which he or she is present, and shall perform such other duties as may be required of him or her by the Board of Directors. The Vice-Chair of the Board of Directors shall, in the absence of the Chair, preside at its meetings and shall perform such other duties as may be required of him or her by the Board of Directors.

#### Article V

##### COMMITTEES

1. Executive Committee. By a vote of the majority of all the Directors in office, the Board of Directors may designate an Executive Committee consisting of three or more Directors, one of whom shall be the Chairman of the Board of Directors, who shall also be Chairman of the Executive Committee. The Board of Directors may designate one or more of the Directors as alternate members of the Executive Committee, who may replace any absent or disqualified member at any meeting of the Committee upon the request of the

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Chairman. Except as otherwise required by law or these Bylaws, the Executive Committee shall have such authority as the Board of Directors shall grant to it for the management of the corporation. In the absence of a resolution expressly granting authority to the Executive Committee, the Executive Committee shall have authority to act for the Board of Directors, except that it shall not have authority to alter or amend these Bylaws, to remove or appoint members of the Board of Directors, to elect or remove the officers or the executive director, if any, or to adopt an annual budget. The Executive Committee shall keep regular minutes of its proceedings and shall report the same to the Board of Directors when required. Vacancies in the Executive Committee shall be filled by the Board of Directors at a regular or special meeting.

2. Other Committees. The Board of Directors may create other committees consisting of Directors or other persons, which committees shall have such authority as the Board of Directors may by law and these Bylaws direct.

#### Article VI

##### NATIONAL ADVISORY COUNCIL

1. General Powers and Duties. At such time as the Board of Directors deems appropriate, there may be formed a National Advisory Council to advise the Board of Directors

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on broad policy issues that arise in carrying out the corporation's mandate.

2. Membership. Requirements for service on the National Advisory Council shall be established by the Board.

3. Meetings. The National Advisory Council shall meet annually to consider matters put to it by the Board. Special meetings may be called by the Chairman of the Board. Other rights and privileges of members of the National Advisory Council shall be determined by the Board.

#### Article VII

##### OFFICERS

1. Offices. The officers of the corporation shall consist of a President, a Treasurer, a Secretary and such other officers and assistant officers as the Board of Directors may from time to time elect. The duties of any such officers and assistant officers shall be fixed by the Board of Directors, or by the President if authorized to do so by the Board of Directors.

2. Terms. The officers shall be elected by the Board of Directors and shall hold office for a term of two years from the effective date of their election. The term of office shall be determined from time to time by the Board of Directors but shall in no event exceed three years. An individual may serve as an Officer for succeeding terms without limitation. The term of office of any officer shall

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terminate upon the effective date of his or her resignation submitted orally or in writing to the Board of Directors; upon his or her death; or upon a majority vote of the Board to remove him or her from office. Any vacancy among the officers shall be filled by the Board of Directors.

3. Qualifications. Officers may but need not be members of the Board of Directors. Any two or more offices may be held by the same person, except the offices of President and Secretary.

4. General Powers and Duties. The duties and powers of the Officers of the corporation shall be as provided in these Bylaws or (except to the extent they are inconsistent with these Bylaws) shall be those customarily exercised by corporate officers holding such offices.

5. President. The President shall direct and execute, as the act of the corporation, all decisions of or programs adopted by the Board of Directors. He or she shall act as the chief executive of the corporation, and shall perform such other duties as the Board of Directors may from time to time prescribe. The President shall have the power to change the registered agent and registered office of the corporation.

6. Secretary. The Secretary shall record or cause to be recorded all votes and minutes of all proceedings of the Board of Directors in a book to be kept for that purpose. He or she shall give or cause to be given notice of all

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meetings, where required, shall have custody of the corporate seal, and shall perform such other duties as may be prescribed by the Board of Directors or the President.

7. Treasurer. The Treasurer shall keep full and accurate account of the receipts and disbursements of the corporation, and shall deposit or cause to be deposited all moneys and other assets in the name and to the credit of the corporation in such depositories as may be designated by the Board of Directors. He or she shall disburse or cause to be disbursed corporate funds, making proper vouchers for such disbursements, and shall render to the President and the Board, upon request, an accounting of all his or her transactions as Treasurer and of the financial condition of the corporation. He or she shall also perform such other duties as the Board of Directors may prescribe.

8. Inspections. Both the Secretary and Treasurer shall permit any member of the Board of Directors or his or her duly authorized attorney to inspect all books and records of the corporation, for any proper purpose at any reasonable time.

#### Article VIII

##### INDEMNIFICATION AND INSURANCE

1. The corporation shall indemnify any person who was or is a party, or is threatened to be made a party, to any threatened, pending, or completed action, suit, or

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proceeding, whether civil, criminal, administrative or investigative (other than an action by or in the right of the corporation) by reason of the fact that he or she is or was a director, officer, employee or agent of the corporation, or who is or was serving at the request of the corporation as a director, officer, employee or agent of another corporation, partnership, joint venture, trust or other enterprise, including service with respect to employee benefit plans, against expenses (including attorneys' fees), judgments, fines, excise taxes and amounts paid in settlement actually and reasonably incurred by him or her in connection with such action, suit or proceeding, if he or she acted in good faith and in a manner he or she reasonably believed to be in, or not opposed to, the best interests of the corporation, and with respect to any criminal action or proceeding, had no reasonable cause to believe his or her conduct was unlawful. The termination of any action, suit or proceeding by judgment, order, settlement, conviction, or upon a plea of nolo contendere or its equivalent, shall not, of itself, create a presumption that the person did not act in good faith and in a manner which he or she reasonably believed to be in, or not opposed to, the best interests of the corporation, and, with respect to any criminal action or proceeding, had reasonable cause to believe that his or her conduct was unlawful.

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2. The corporation shall indemnify any person who was or is a party, or is threatened to be made a party, to any threatened, pending, or completed action or suit by or in the right of the corporation to procure a judgment in its favor by reason of the fact that he or she is or was a director, officer, employee or agent of the corporation, or is or was serving at the request of the corporation as a director, officer, employee or agent of another corporation, partnership, joint venture, trust or other enterprise, including service with respect to employee benefit plans, against expenses (including attorneys' fees) actually and reasonably incurred by him or her in connection with the defense or settlement of such action or suit, if he or she acted in good faith and in a manner he or she reasonably believed to be in, or not opposed to, the best interests of the corporation, and except that no indemnification shall be made under this paragraph in respect of any claim, issue or matter as to which such person shall have been adjudged to be liable for negligence or misconduct in the performance of his or her duty to the corporation, unless, and only to the extent that, despite the adjudication of liability, but in view of all the circumstances of the case, such person is fairly and reasonably entitled to indemnity for such expenses as the court shall deem proper.

3. To the extent that a director, officer, employee or agent of the corporation has been successful, on the merits

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or otherwise, in the defense of any action, suit or proceeding referred to in paragraphs (1) and (2) of this Article, or in defense of any claim, issue or matter therein, he or she shall be indemnified against expenses (including attorneys' fees) actually and reasonably incurred by him or her in connection therewith.

4. Any indemnification under paragraphs (1) and (2) of this Article (unless ordered by a court) shall be made by the corporation only as authorized in the specific case, upon a determination that indemnification of the director, officer, employee or agent is proper in the circumstances because he or she has met the applicable standard of conduct set forth in paragraphs (1) and (2) of this Article. Such determination shall be made (i) by the Board of Directors by a majority vote of a quorum consisting of directors who were not parties to such action, suit or proceeding, or (ii) if such a quorum is not obtainable, or, even if obtainable, a quorum of disinterested directors so directs, by independent legal counsel in a written opinion.

5. Expenses incurred in defending a civil or criminal action, suit or proceeding may be paid by the corporation in advance of the final disposition of such action, suit or proceeding, as authorized by the Board of Directors in the specific case, upon receipt of an undertaking by or on behalf of the director, officer, employee or agent to repay such amount, unless it shall ultimately be determined that

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he or she is entitled to be indemnified by the corporation as authorized in this Article.

6. The indemnification provided by this Article shall not be deemed exclusive of any other rights to which those seeking indemnification may be entitled under any agreement, vote of disinterested directors, or otherwise, both as to action in his or her official capacity and as to action in another capacity while holding such office, and shall continue as to a person who has ceased to be a director, officer, employee or agent, and shall inure to the benefit of the heirs, executors and administrators of such a person.

7. The corporation may purchase and maintain insurance on behalf of any person who is or was a director, officer, employee or agent of the corporation, or who is or was serving at the request of the corporation as a director, officer, employee or agent of another corporation, partnership, joint venture, trust or other enterprise, including service with respect to employee benefit plans, against any liability asserted against him or her and incurred by him or her in any such capacity, or arising out of his or her status as such, whether or not the corporation would have the power to indemnify him or her against such liability under the provisions of this Article.

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Article IX

MISCELLANEOUS PROVISIONS

1. Fiscal Year. The annual accounting period of the corporation shall be determined by the Board of Directors.
2. Checks. All checks, drafts, or other orders for the payment of money shall be signed by such Officer or Officers or such other person or persons as the Board of Directors may from time to time designate.
3. Contracts. All contracts, notes or other evidences of indebtedness, and leases of space for the corporation shall be signed by such officer or officers or such other person or persons as the Board of Directors may from time to time designate.

Article X

AMENDMENTS

1. Amendments to Bylaws. The Bylaws may be altered or amended, or new Bylaws adopted, at any meeting of the Board of Directors, by a vote of a majority of the Directors in office, if at least ten days' written notice is given of the intention to take such action at such meeting.
2. Amendments to Articles. The Articles of Incorporation may be altered or amended, or new Articles adopted, at any meeting of the Board of Directors, by a vote of a majority of the Directors in office, if at least ten

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days' written notice is given of the intention to take such action at such meeting.

Adopted on the \_\_\_\_\_ day of \_\_\_\_\_, 1997.

\_\_\_\_\_  
Secretary

Nancy B. Tanner  
hereby certify that this is a true and correct copy of  
original  
Nancy B. Tanner  
District of Columbia SS  
Subscribed and Sworn to before me  
this 2nd day of July, 2003  
Margaret Heard Notary Public, D.C.  
My commission expires \_\_\_\_\_

Margaret Heard  
Notary Public, District of Columbia  
My Commission Expires 07-14-2006

**Attachment A**

Adopted on the 8<sup>th</sup> day of August, 2003.

**RESOLUTION OF THE DIRECTORS  
OF  
KIDSAVE INTERNATIONAL**

We, the undersigned, constituting a majority of the members of the Board of Directors of Kidsave International, a District of Columbia non-profit corporation (the "Corporation"), at a meeting at which at least a majority of the members are in attendance, and in accordance with Article IV, Section 5 of the Corporation's Bylaws, hereby adopt the following resolutions:

WHEREAS, Section 1 of Article X of the Bylaws and Section 13 of the District of Columbia Nonprofit Corporation Act provide that the Bylaws of the Corporation may be amended by the Board of Directors:

NOW, THEREFORE, BE IT

RESOLVED, that the Bylaws shall be amended in accordance with the following:

- (a) Section 2 of Article IV of the Bylaws be and hereby is amended to read in its entirety as follows:

"2. Number; Qualification. The number of members of the Board of Directors shall be fixed by resolution of the Board of Directors, but shall not be less than five. The Board shall include among its members individuals who have been consumers of services of child-placing agencies. All members of the Board shall be of good character, as evidenced by letters of reference and criminal background checks."

- (b) Section 11 of Article IV of the Bylaws is amended to read in its entirety as follows:

"11. Chair and Vice-Chair. The Board of Directors, at its first regular meeting, and from time to time thereafter, shall elect by majority vote, one Director as Chair, and may elect one Director as Vice-Chair, each to serve at the pleasure of the Board; provided, however, that the Executive Director, if serving on the Board, shall not be elected Chair or Vice-Chair. The Chair of the Board of Directors shall preside at all meetings of the Board of Directors at which he or she is present, and shall perform such other duties as may be required of him or her by the Board of Directors. The Vice-Chair of the Board of Directors shall, in the absence of the Chair, preside at its meetings and shall perform such other duties as may be required of him or her by the Board of Directors."

(c) Article II of the Bylaws be and hereby is amended to add Section 4 and read in its entirety as follows:

"4. Dissolution. In the event that Kidsave International should terminate operations as an entity, a beneficiary will be designated to receive any remaining assets of the organization at dissolution. The beneficiary will be a 501(c)(3), selected in accordance with District of Columbia law, by a majority vote of the Board of Directors at the time of dissolution."

FURTHER RESOLVED, that the officers of this Corporation be, and they hereby are, authorized, empowered and directed to do and perform all such further acts and things, and to execute and deliver in the name of this Corporation all such further certificates, instruments, or other documents, as in their judgment shall be necessary or advisable in order to effectuate the intent and purposes of the foregoing resolution, and any or all of the transactions contemplated therein; and

FURTHER RESOLVED, that the foregoing amendment to the Bylaws shall be effective upon its adoption by the Directors of the Corporation.

Date: 9/16/06

KIDSAVE INTERNATIONAL  
Corporate Name

By: [Signature]  
Terry Baugh, President

Subscribed and sworn to before me, in my presence, this  
16 day of September, 2006, a Notary Public  
in and for the DC  
[Signature]  
Notary Public  
My commission expires \_\_\_\_\_, 20\_\_\_\_

SONIA M. MARQUEZ  
NOTARY PUBLIC DISTRICT OF COLUMBIA  
My Commission Expires September 30, 2008

**Attachment B**

Adopted on the 21<sup>st</sup> day of July 2006

**RESOLUTION OF THE DIRECTORS  
OF  
KIDSAVE INTERNATIONAL**

We, the undersigned, constituting a majority of the members of the Board of Directors of Kidsave International, a District of Columbia non-profit corporation (the "Corporation"), at a meeting at which at least a majority of the members are in attendance, and in accordance with Article IV, Section 5 of the Corporation's Bylaws, hereby adopt the following resolutions:

WHEREAS, Section 1 of Article X of the Bylaws and Section 13 of the District of Columbia Nonprofit Corporation Act provide that the Bylaws of the Corporation may be amended by the Board of Directors:

NOW, THEREFORE, BE IT

RESOLVED, that the Bylaws shall be amended in accordance with the following:

- (a) Article II of the Bylaws be and hereby is amended to add Section 5 and read in its entirety as follows:

"5. Branch Offices and Representative Offices. The corporation has the right to establish its Branch offices and Representative Offices outside of the United States of America."

- (b) Section 1 of Article IV of the Bylaws be and hereby is amended to read in its entirety as follows:

"1. General Powers and Duties. Management of the affairs of the corporation shall be vested in its Board of Directors. The Board of Directors shall possess, and may exercise, any and all powers granted to the corporation under the District of Columbia Nonprofit Corporation Law and its Articles of Incorporation, subject to the limitations set forth in the Articles. The Board of Directors shall be entitled to make decisions on the establishment of Branch Offices and Representative Offices of the corporation outside of the United States of America."

FURTHER RESOLVED, that the officers of this Corporation be, and they hereby are, authorized, empowered and directed to do and perform all such further acts and things, and to execute and deliver in the name of this Corporation all such further certificates, instruments, or other documents, as in their judgment shall be necessary or advisable in order to effectuate the intent and purposes of the foregoing resolution, and any or all of the transactions contemplated therein; and

FURTHER RESOLVED, that the foregoing amendment to the Bylaws shall be effective upon its adoption by the Directors of the Corporation.

Date: 9/16/06

KIDSAVE INTERNATIONAL  
Corporate Name

By: [Signature]  
Terry Baugh, President

Subscribed and sworn to before me, in my presence this  
16 day of September, 2006 a Notary Public  
in and for the DC of [Signature]  
\_\_\_\_\_  
Notary Public  
My commission expires \_\_\_\_\_, 20\_\_\_\_

SONIA M. MARQUEZ  
NOTARY PUBLIC DISTRICT OF COLUMBIA  
My Commission Expires September 30, 2008

Form 8688

Explanation for Extension

Statement 1

Explanation

WE RESPECTFULLY REQUEST ADDITIONAL TIME TO FILE THIS RETURN. THE INFORMATION REQUIRED TO FILE AN ACCURATE AND COMPLETE RETURN IS NOT YET AVAILABLE.

## Application for Extension of Time To File an Exempt Organization Return

OMB No 1545-1709

▶ 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).

Section 501(c) corporations required to file Form 990-T and requesting an automatic 6-month extension—check this box and complete Part I only

*All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns.*

**Electronic Filing (e-file).** Generally, you can electronically file Form 8868 if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for section 501(c) corporations required to file Form 990-T). However, you cannot file Form 8868 electronically if (1) you want the additional (not automatic) 3-month extension or (2) you file Forms 990-BL, 6069, or 8870, group returns, or a composite or consolidated Form 990-T. Instead, you must submit the fully completed and signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit [www.irs.gov/efile](http://www.irs.gov/efile) and click on *e-file for Charities & Nonprofits*.

<b>Type or print</b>  <small>File by the due date for filing your return. See instructions.</small>	Name of Exempt Organization <b>Kidsave International</b>	Employer identification number <b>91 1887623</b>	
	Number, street, and room or suite no. If a P O box, see instructions <b>5165 MacArthur Blvd., NW</b>		
	City, town or post office, state, and ZIP code. For a foreign address, see instructions <b>Washington, DC 20016</b>		

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

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

- The books are in the care of ▶ **Kidsave International**

Telephone No. ▶ ( 202 ) 237-7283 FAX No ▶ ( 202 ) 237-7080

- 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 section 501(c) corporation required to file Form 990-T) extension of time until August 15, 2007, to file the exempt organization return for the organization named above. The extension is for the organization's return for:

▶  calendar year 2006 or

▶  tax year beginning \_\_\_\_\_, 20\_\_\_\_, and ending \_\_\_\_\_, 20\_\_\_\_\_

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

<b>3a</b> If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	<b>3a</b>	\$	
<b>b</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.	<b>3b</b>	\$	
<b>c Balance Due.</b> 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.	<b>3c</b>	\$	<b>N/A</b>

**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.

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

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

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

<b>Part II</b> <b>Additional (not automatic) 3-Month Extension of Time.</b> You must file original and one copy		
Type or print  File by the extended due date for filing the return. See instructions	Name of Exempt Organization <b>KIDSAVE INTERNATIONAL</b>	Employer identification number <b>91-1887623</b>
	Number, street, and room or suite no. If a P.O. box, see instructions <b>5165 MACARTHUR BOULEVARD NW</b>	For IRS use only
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. <b>WASHINGTON, DC 20016</b>	

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

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

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

• The books are in the care of **▶ THE ORGANIZATION**  
 Telephone No. **▶ 202-237-7283**      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 is for.

- 4 I request an additional 3-month extension of time until **November 15, 2007**.
- 5 For calendar year **2006**, or other tax year beginning \_\_\_\_\_, and ending \_\_\_\_\_.
- 6 If this tax year is for less than 12 months, check reason:  Initial return     Final return     Change in accounting period
- 7 State in detail why you need the extension  
**See Statement 1**

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

**Signature and Verification**

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

Signature **▶ [Handwritten Signature]** Title **▶ CPA** Date **▶ 8/2/07**

**Notice to Applicant. (To Be Completed by the IRS)**

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

Director \_\_\_\_\_ By \_\_\_\_\_ Date \_\_\_\_\_

**Alternate Mailing Address.** Enter the address if you want the copy of this application for an additional 3-month extension returned to an address different than the one entered above.

Type or print	Name <b>DROLET &amp; ASSOCIATES, P.L.L.C.</b>
	Number and street (include suite, room, or apt. no.) or a P.O. box number <b>1140 CONNECTICUT AVE, NW #1000</b>
	City or town, province or state, and country (including postal or ZIP code) <b>WASHINGTON, DC 20036</b>