

Return of Organization Exempt From Income Tax

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

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

Department of the Treasury Internal Revenue Service

A For the 2006 calendar year, or tax year beginning 7/1/2006, and ending 6/30/2007

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

C Name of organization: THE WASHINGTON SHAKESPEARE COMPANY. Address: 601 SOUTH CLARK STREET, ARLINGTON, VA 22202-3271

D Employer identification number: 54-1568294. E Telephone number: 703-418-4808. F Accounting method: Accrual

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

H and I are not applicable to section 527 organizations. H(a) Is this a group return for affiliates? No. H(b) If "Yes," enter number of affiliates. H(c) Are all affiliates included? No. H(d) Is this a separate return filed by an organization covered by a group ruling? No.

G Website: www.washingtonshakespeare.org

J Organization type (check only one): 501(c)(3)

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.

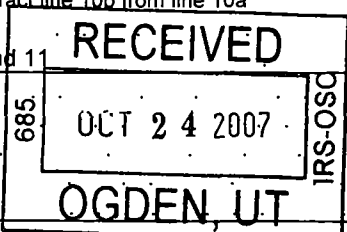
L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12: 211,241

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

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

Table with 21 rows and 3 columns: Description, Amount, and Total. Includes sections for Contributions, Program service revenue, Investment income, and Expenses. Total revenue is 210,234 and total expenses is 168,318.

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Part II Statement of Functional Expenses

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

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22 a	Grants paid from donor advised funds (attach schedule) (cash \$ 0 noncash \$ 0) If this amount includes foreign grants, check here <input type="checkbox"/>	0	0		
22 b	Other grants and allocations (attach schedule) (cash \$ 0 noncash \$ 0) If this amount includes foreign grants, check here <input type="checkbox"/>	0	0		
23	Specific assistance to individuals (attach schedule)	0	0		
24	Benefits paid to or for members (attach schedule)	0			
25 a	Compensation of current officers, directors, key employees, etc. listed in Part V-A (attach schedule)	900	900	0	0
25 b	Compensation of former officers, directors, key employees, etc. listed in Part V-B (attach schedule)	0	0	0	0
25 c	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) (attach schedule)	0	0	0	0
26	Salaries and wages of employees not included on lines 25a, b, and c	16,915		14,684	2,231
27	Pension plan contributions not included on lines 25a, b, and c	1,521	1,521		
28	Employee benefits not included on lines 25a - 27	0			
29	Payroll taxes	222	100	122	
30	Professional fundraising fees	0			
31	Accounting fees	12,589		12,589	
32	Legal fees	0			
33	Supplies	239	119	60	60
34	Telephone	1,426	713	356	357
35	Postage and shipping	271	135	68	68
36	Occupancy	7,158	6,654	252	252
37	Equipment rental and maintenance	0			
38	Printing and publications	7,690	3,831	3,553	306
39	Travel	0			
40	Conferences, conventions, and meetings	0			
41	Interest	205		205	
42	Depreciation, depletion, etc (attach schedule)	1,240	620	310	310
43	Other expenses not covered above (itemize)				
a	See attached statement	117,942	93,239	21,385	3,318
b		0	0	0	0
c		0	0	0	0
d		0	0	0	0
e		0	0	0	0
f		0	0	0	0
g		0	0	0	0
44	Total functional expenses. Add lines 22a through 43g (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	168,318	107,832	53,584	6,902

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 \$ 0, (ii) the amount allocated to Program services \$ _____, (iii) the amount allocated to Management and general \$ _____, and (iv) the amount allocated to Fundraising \$ _____

Part IV Balance Sheets (See the instructions)

				(A)		(B)
				Beginning of year		End of year
Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only						
Assets	45 Cash—non-interest-bearing				45	7,162
	46 Savings and temporary cash investments				46	
	47 a Accounts receivable	47a	7,524			
	b Less allowance for doubtful accounts	47b	0	0	47c	7,524
	48 a Pledges receivable	48a	0			
	b Less allowance for doubtful accounts	48b	0	0	48c	0
	49 Grants receivable				49	
	50 a Receivables from current and former officers, directors, trustees, and key employees (attach schedule)			0	50a	0
	b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)				50b	
	51 a Other notes and loans receivable (attach schedule)	51a	0			
	b Less allowance for doubtful accounts	51b	0	0	51c	0
	52 Inventories for sale or use				52	
	53 Prepaid expenses and deferred charges				53	
	54 a Investments—publicly-traded securities	<input type="checkbox"/> Cost <input type="checkbox"/> FMV		0	54a	0
	b Investments—other securities (attach schedule)	<input type="checkbox"/> Cost <input type="checkbox"/> FMV		0	54b	0
55 a Investments—land, buildings, and equipment basis	55a	10,755				
b Less accumulated depreciation (attach schedule)	55b	7,208	4,788	55c	3,547	
56 Investments—other (attach schedule)			0	56	0	
57 a Land, buildings, and equipment basis	57a	0				
b Less accumulated depreciation (attach schedule)	57b	0	0	57c	0	
58 Other assets, including program-related investments (describe <input type="checkbox"/> See attached statement)			311	58	5,241	
59 Total assets (must equal line 74) Add lines 45 through 58			5,099	59	23,474	
Liabilities	60 Accounts payable and accrued expenses			55,037	60	63,273
	61 Grants payable				61	
	62 Deferred revenue				62	
	63 Loans from officers, directors, trustees, and key employees (attach schedule)			14,500	63	13,236
	64 a Tax-exempt bond liabilities (attach schedule)			0	64a	0
	b Mortgages and other notes payable (attach schedule)			0	64b	0
	65 Other liabilities (describe <input type="checkbox"/> See attached statement)			40,006	65	3,875
66 Total liabilities. Add lines 60 through 65			109,543	66	80,384	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74					
	67 Unrestricted			-104,444	67	-62,528
	68 Temporarily restricted				68	4,718
	69 Permanently restricted				69	
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74					
	70 Capital stock, trust principal, or current funds				70	
	71 Paid-in or capital surplus, or land, building, and equipment fund				71	
	72 Retained earnings, endowment, accumulated income, or other funds				72	
	73 Total net assets or fund balances. Add lines 67 through 69 or lines 70 through 72. (Column (A) must equal line 19 and column (B) must equal line 21)			-104,444	73	-57,810
	74 Total liabilities and net assets/fund balances. Add lines 66 and 73.			5,099	74	22,574

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

a	Total revenue, gains, and other support per audited financial statements		a	
b	Amounts included on line a but not on Part I, line 12:			
1	Net unrealized gains on investments	b1		
2	Donated services and use of facilities	b2		
3	Recoveries of prior year grants	b3		
4	Other (specify) _____	b4	0	
	Add lines b1 through b4		b	0
c	Subtract line b from line a		c	0
d	Amounts included on Part I, line 12, but not on line a:			
1	Investment expenses not included on Part I, line 6b	d1		
2	Other (specify) _____	d2	0	
	Add lines d1 and d2		d	0
e	Total revenue (Part I, line 12) Add lines c and d		e	0

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

a	Total expenses and losses per audited financial statements		a	
b	Amounts included on line a but not on Part I, line 17:			
1	Donated services and use of facilities	b1		
2	Prior year adjustments reported on Part I, line 20	b2		
3	Losses reported on Part I, line 20	b3		
4	Other (specify) _____	b4	0	
	Add lines b1 through b4		b	0
c	Subtract line b from line a		c	0
d	Amounts included on Part I, line 17, but not on line a:			
1	Investment expenses not included on Part I, line 6b	d1		
2	Other (specify) _____	d2	0	
	Add lines d1 and d2		d	0
e	Total expenses (Part I, line 17). Add lines c and d		e	0

Part V-A Current Officers, Directors, Trustees, and Key Employees (List each person who was an officer, director, trustee, or key employee at any time during the year even if they were not compensated) (See the instructions)

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (If not paid, enter -0-)	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
Name <u>Marc Okrand</u> Str <u>1852 Columbia Road</u> City <u>Washington</u> ST <u>DC</u> ZIP <u>20009</u>	Title <u>President</u> Hr/WK <u>20</u>	<u>0</u>	<u>0</u>	<u>0</u>
Name <u>Ian Armstrong</u> Str <u>1260 Kearney ST, N</u> City <u>Washington</u> ST <u>DC</u> ZIP <u>20017</u>	Title <u>Treasurer</u> Hr/WK <u>5</u>	<u>0</u>	<u>0</u>	<u>0</u>
Name <u>Karen Sugrue</u> Str <u>8736 Redman St.</u> City <u>Springfield</u> ST <u>VA</u> ZIP <u>22153</u>	Title Hr/WK	<u>0</u>	<u>0</u>	<u>0</u>
Name <u>Richard M. Cooper</u> Str <u>4212 Rosemary Street</u> City <u>Chevy Chase</u> ST <u>MD</u> ZIP <u>20815</u>	Title Hr/WK	<u>0</u>	<u>0</u>	<u>0</u>
Name <u>Christopher Henle</u> Str <u>5400 32nd ST</u> City <u>Washington</u> ST <u>DC</u> ZIP <u>20015</u>	Title <u>Artistic Director</u> Hr/WK <u>30</u>	<u>900</u>	<u>0</u>	<u>0</u>
Name <u>Lee Mikeska Gard</u> Str <u>4107 31st St</u> City <u>Mt Ranier</u> ST <u>MD</u> ZIP <u>20712</u>	Title Hr/WK	<u>0</u>	<u>0</u>	<u>0</u>
Name <u>Bill Perkins</u> Str <u>6962 Duncraig Court</u> City <u>McLean</u> ST <u>VA</u> ZIP <u>22101</u>	Title Hr/WK	<u>0</u>	<u>0</u>	<u>0</u>
Name <u>N/A</u> Str _____ City _____ ST _____ ZIP _____	Title Hr/WK			
Name <u>N/A</u> Str _____ City _____ ST _____ ZIP _____	Title Hr/WK			
Name <u>N/A</u> Str _____ City _____ ST _____ ZIP _____	Title Hr/WK			

Part V-A Current Officers, Directors, Trustees, and Key Employees (continued)

	Yes	No
75 a Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings. ▶ 10		
b Are any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, related to each other through family or business relationships? If "Yes," attach a statement that identifies the individuals and explains the relationship(s)	75b	X
c Do any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, receive compensation from any other organizations, whether tax exempt or taxable, that are related to the organization? See the instructions for the definition of "related organization" ▶ If "Yes," attach a statement that includes the information described in the instructions	75c	X
d Does the organization have a written conflict of interest policy?	75d	X

Part V-B Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other Benefits (If any former officer, director, trustee, or key employee received compensation or other benefits (described below) during the year, list that person below and enter the amount of compensation or other benefits in the appropriate column. See the instructions)

(A) Name and address	(B) Loans and Advances	(C) Compensation (if not paid, enter -0-)	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
Name N/A Str City ST ZIP				
Name N/A Str City ST ZIP				
Name N/A Str City ST ZIP				
Name N/A Str City ST ZIP				
Name N/A Str City ST ZIP				
Name N/A Str City ST ZIP				
Name N/A Str City ST ZIP				
Name N/A Str City ST ZIP				
Name N/A Str City ST ZIP				
Name N/A Str City ST ZIP				

Part VI Other Information (See the instructions)

	Yes	No
76 Did the organization make a change in its activities or methods of conducting activities? If "Yes," attach a detailed statement of each change	76	X
77 Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes	77	X
78 a Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?	78a	X
b If "Yes," has it filed a tax return on Form 990-T for this year?	78b	N/A
79 Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79	X
80 a Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc, to any other exempt or nonexempt organization?	80a	X
b If "Yes," enter the name of the organization ▶ and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt		
81 a Enter direct and indirect political expenditures. (See line 81 instructions.) ▶ 0	81a	
b Did the organization file Form 1120-POL for this year?	81b	X

Part VI Other Information (continued)

		Yes	No
82 a	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?	X	
b	If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II (See instructions in Part III)		
82b	48,000		
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?	X	
b	Did the organization comply with the disclosure requirements relating to <i>quid pro quo</i> contributions?	X	
84 a	Did the organization solicit any contributions or gifts that were not tax deductible?		X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
84b	N/A		
85	501(c)(4), (5), or (6) organizations		
a	Were substantially all dues nondeductible by members?		
85a	N/A		
b	Did the organization make only in-house lobbying expenditures of \$2,000 or less? If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year		
85b	N/A		
c	Dues, assessments, and similar amounts from members		
85c	N/A		
d	Section 162(e) lobbying and political expenditures		
85d	N/A		
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices		
85e	N/A		
f	Taxable amount of lobbying and political expenditures (line 85d less 85e)		
85f	N/A		
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	N/A	
85g			
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?		
85h	N/A		
86	501(c)(7) orgs. Enter		
a	Initiation fees and capital contributions included on line 12		
86a			
b	Gross receipts, included on line 12, for public use of club facilities		
86b			
87	501(c)(12) orgs. Enter		
a	Gross income from members or shareholders		
87a			
b	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them)		
87b			
88 a	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		X
88a			
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		
88b			
89 a	501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under section 4911 <input type="checkbox"/> N/a ; section 4912 <input type="checkbox"/> n/a ; section 4955 <input type="checkbox"/> n/a		
b	501(c)(3) and 501(c)(4) orgs. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction		X
89b			
c	Enter. Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958		
d	Enter. Amount of tax on line 89c, above, reimbursed by the organization	N/A	
e	All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?		
89e			
f	All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?		
89f			
g	For supporting organizations and sponsoring organizations maintaining donor advised funds. Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		
89g			
90 a	List the states with which a copy of this return is filed		
b	Number of employees employed in the pay period that includes March 12, 2006 (See instructions)		
90b			
91 a	The books are in care of <input type="checkbox"/> Name Washington Shakespeare Theatre Telephone no <input type="checkbox"/> (703) 418-4808 Located at <input type="checkbox"/> 601 South Clark Street City Arlington ST VA ZIP + 4 <input type="checkbox"/> 22202-3271		
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		X
91b			
See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts			

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

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) Exclusion code	(D) Amount	
93 Program service revenue					
a Play ticket sales					61,367
b Theatre Subscriptions					10,990
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments					
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate					
a debt-financed property					
b not debt-financed property			12	11,450	
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					3,622
103 Other revenue					
a Income from Recovery of		0		0	13,896
b		0		0	0
c		0		0	0
d		0		0	0
e		0		0	0
104 Subtotal (add columns (B), (D), and (E))		0		11,450	89,875
105 Total (add line 104, columns (B), (D), and (E))					101,325

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)
93a	The theatre offers affordable staging of classic plays that is within reach of the general public as well as pay what you can per
93b	

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	%		0	0
	%		0	0
	%		0	0
	%		0	0

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)

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

Yes	No

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a			
b			
c			
Totals				0

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

Yes	No

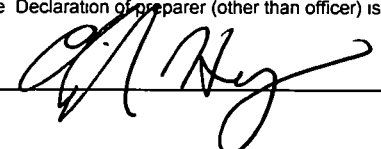
	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a			
b			
c			
Totals				0

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?

Yes	No

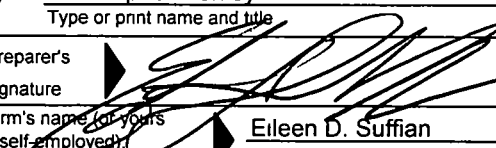
Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Please Sign Here

Signature of officer:  Date: 10.12.07

Christopher Henley Artistic Director

Paid Preparer's Use Only

Preparer's signature:  Date: 9/24/2007

Check if self-employed:

Firm's name (or yours if self-employed), address, and ZIP + 4: Eileen D. Suffian, 1615 Q St NW # 208, Washington, DC 20009

Preparer's SSN or PTIN (See Gen. Inst. X): P94642005

EIN: 14-1842059

Phone no: (202) 265-0372

SCHEDULE A
(Form 990 or 990-EZ)

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.)

OMB No 1545-0047

2006

Department of the Treasury
Internal Revenue Service

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

Name of the organization THE WASHINGTON SHAKESPEARE COMPANY	Employer identification number 54-1568294
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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
None				
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

(HTA)

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

	Yes	No
<p>1 During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ► \$ _____ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B)</p> <p>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</p>		X
<p>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)</p>		
<p>a Sale, exchange, or leasing of property?</p>		X
<p>b Lending of money or other extension of credit?</p>		X
<p>c Furnishing of goods, services, or facilities?</p>		X
<p>d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?</p>	X	
<p>e Transfer of any part of its income or assets?</p>		X
<p>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)</p>		X
<p>b Did the organization have a section 403(b) annuity plan for its employees?</p>		X
<p>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</p>		X
<p>d Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?</p>		X
<p>4 a Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g If "No," complete lines 4f and 4g</p>		X
<p>b Did the organization make any taxable distributions under section 4966?</p>		X
<p>c Did the organization make a distribution to a donor, donor advisor, or related person?</p>		X
<p>d Enter the total number of donor advised funds owned at the end of the tax year ► _____</p>		
<p>e Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year ► _____</p>		
<p>f Enter the total number of separate funds or accounts owned at the end of the tax 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 ► _____</p>		0
<p>g Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year ► _____</p>		0

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
15 Gifts, grants, and contributions received (Do not include unusual grants See line 28)	111,584	58,189	29,620	62,752	262,145
16 Membership fees received					0
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose	76,986	77,976	124,847	80,753	360,562
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	11,450	12,450			23,900
19 Net income from unrelated business activities not included in line 18					0
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					0
21 The value of services or facilities furnished to the organization by a governmental unit without charge Do not include the value of services or facilities generally furnished to the public without charge					0
22 Other income Attach a schedule Do not include gain or (loss) from sale of capital assets					0
23 Total of lines 15 through 22	200,020	148,615	154,467	143,505	646,607
24 Line 23 minus line 17	123,034	70,639	29,620	62,752	286,045
25 Enter 1% of line 23	2,000	1,486	1,545	1,435	

26 Organizations described on lines 10 or 11:	a Enter 2% of amount in column (e), line 24	▶	26a	0
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		▶	26b	
c Total support for section 509(a)(1) test Enter line 24, column (e)		▶	26c	0
d Add Amounts from column (e) for lines 18 _____ 19 _____		▶	26d	0
22 _____ 26b _____		▶	26e	0
e Public support (line 26c minus line 26d total)		▶	26e	0
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))		▶	26f	0.00%

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

(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

(2005) _____ (2004) _____ (2003) _____ (2002) _____

c Add Amounts from column (e) for lines 15 _____ 16 _____	17 _____ 20 _____	18 _____ 21 _____	▶	27c	622,707
17 _____ 360,562			▶	27d	0
d Add Line 27a total _____ and line 27b total _____			▶	27e	622,707
e Public support (line 27c total minus line 27d total)			▶	27e	622,707
f Total support for section 509(a)(2) test Enter amount from line 23, column (e)			▶	27f	646,607
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))			▶	27g	96.30%
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))			▶	27h	3.70%

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

Part V Private School Questionnaire (See page 9 of the instructions)
(To be completed ONLY by schools that checked the box on line 6 in Part IV)

	Yes	No
29 Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?		
30 Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?		
31 Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If "Yes," please describe, if "No," please explain (If you need more space, attach a separate statement) ----- ----- -----		
32 Does the organization maintain the following		
a Records indicating the racial composition of the student body, faculty, and administrative staff?		
b Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?		
c Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?		
d Copies of all material used by the organization or on its behalf to solicit contributions? If you answered "No" to any of the above, please explain (If you need more space, attach a separate statement) ----- -----		
33 Does the organization discriminate by race in any way with respect to		
a Students' rights or privileges?		
b Admissions policies?		
c Employment of faculty or administrative staff?		
d Scholarships or other financial assistance?		
e Educational policies?		
f Use of facilities?		
g Athletic programs?		
h Other extracurricular activities? If you answered "Yes" to any of the above, please explain (If you need more space, attach a separate statement) ----- ----- -----		
34 a Does the organization receive any financial aid or assistance from a governmental agency?		
b Has the organization's right to such aid ever been revoked or suspended? If you answered "Yes" to either 34a or b, please explain using an attached statement		
35 Does the organization certify that it has complied with the applicable requirements of sections 4 01 through 4 05 of Rev Proc 75-50, 1975-2 C B 587, covering racial nondiscrimination? If "No," attach an explanation		

Part VI-A Lobbying Expenditures by Electing Public Charities (See page 10 of the instructions)
 (To be completed **ONLY** by an eligible organization that filed Form 5768)

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

Limits on Lobbying Expenditures

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

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

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

4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below
 See the instructions for lines 45 through 50 on page 13 of the instructions)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
45	Lobbying nontaxable amount				0
46	Lobbying ceiling amount (150% of line 45(e))				0
47	Total lobbying expenditures				0
48	Grassroots nontaxable amount				0
49	Grassroots ceiling amount (150% of line 48(e))				0
50	Grassroots lobbying expenditures				0

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See page 13 of the instructions)

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

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

Line 1 (990) - Public Support and Contributions

	Cash	Non Cash
Line 1a - Contributions to Donor Advised Funds		
Line 1b - Direct public support		
1 Contributions	80,060	1
2 Membership dues and assessments (contributions from the public)		2
3 Commercial co-venture		3
4 Special events contributions (Line 9 - Special Events)	0	4
5		5
6		6
7		7
8		8
9		9
10 Total	80,060	10 0
Line 1c - Indirect public support		
Line 1d - Government contributions (grants)	28,849	

Line 10c (990) - Gross Profit from Sale of Inventory

4,629

1,007

3,622

Category		Gross Sales	Cost of Goods Sold	Net
1	Concessions	4,629	1,007	3,622
2				0
3				0
4				0
5				0
6				0
7				0
8				0
9				0
10				0
11				0
12				0
13				0
14				0
15				0
16				0
17				0
18				0
19				0
20				0

Line 43 (990) - Other Deductions

117,942

93,239

21,385

3,318

	(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
1 Actors, Directors	22,169	22,169		
2 Advertising	6,067	5,988		79
3 Set Costs	9,540	9,540		
4 Lighting	4,764	4,764		
5 Props	2,300	2,300		
6 Costumes	7,334	7,334		
7 Sound	1,800	1,800		
8 Other Production Costs	30,769	30,769		
9 Consulting Fees	16,705		16,705	
10 Royalties	1,930	1,930		
11 Meals	43		43	
12 Bank fees	75			75
13 Insurance	2,652	1,180	1,472	
14 Penalties	113		113	
15 Miscellaneous office expenses	1,792			1,792
16 Dues	379	335	44	
17 Box office	1,833	1,833		
18 Credit card fees	1,759	123	1,636	
19 Licenses	858	644	107	107
20 Workman's Comp	4,752	2,376	1,188	1,188
21 Misc repairs	308	154	77	77
22	0			
23	0			
24	0			
25	0			
26	0			
27	0			
28	0			
29	0			
30	0			
31	0			
32	0			

Line 47 (990) - Accounts Receivable

		Accounts receivable		Allowance for doubtful accounts	
		Beginning	End	Beginning	End
1	Tickets receivable		7,524		
2					
3					
4					
5					
6					
7					
8					
9					
10					
11	Total accounts receivable	0	7,524	0	0

Line 55 (990) - Investments - Land, Buildings, and Equipment

		Land (net of any amortization)	
		Beginning	End
1			
2			
3			
4			
5			
6	Total land (net of any amortization)	0	0

		Buildings and equipment		Accumulated depreciation	
		Beginning	End	Beginning	End
7	Equipment	10,755	10,755	5,967	7,208
8					
9					
10					
11					
12					
13					
14					
15					
16					
17	Total buildings and equipment	10,755	10,755	5,967	7,208
18	Buildings and equipment (less accumulated depreciation)			4,788	3,547
19	Total land, buildings and equipment			4,788	3,547

Category or Item	Cost/Other Basis	Accumulated Depreciation	Book Value
1			
2			
3			
4			
5			
6			
7			
8			
9			
10			
11	0	0	0

Line 58 (990) - Other Assets

311 5,241

		Beginning	End
1	SECURITY DEPOSITS	311	311
2	Misc		4,930
3			
4			
5			
6			
7			
8			
9			
10			

Line 63 (990) - Loans from Officers, Directors, Trustees and Key Employees

	Name of lender	Title	Original amount	Balance due beginning of year	Balance due end of year
1	MARK ORKRAND		6,000	0	
2	LEE MIKASA GARDNER		10,000	6,500	5,000
3	LEE MIKASA GARDNER		1,500		
4	MARK ORKRAND		6,000	2,000	2,236
5	MARK ORKRAND		6,000	6,000	6,000
6					
7					
8					
9					
10					
11					
12					
13					
14	Totals	14	29,500	14,500	13,236

	Security provided	Date of note	Maturity date	Repayment terms	Interest rate
1	NONE	3/21/2000	VARIOUS	NONE	%
2	NONE	4/10/2003	4/24/2006	35 PAYMENTS	6 6600%
3	NONE	2/24/2003	VARIOUS	NONE	%
4	NONE	4/10/2004	VARIOUS	NONE	%
5	NONE	11/1/2004		None	
6					
7					
8					
9					
10					
11					
12					
13					

	Purpose of loan	Description and fair market value of consideration
1	GENERAL OPERATING EXPENSES	
2	GENERAL OPERATING EXPENSES	
3	GENERAL OPERATING EXPENSES	
4	GENERAL OPERATING EXPENSES	
5		
6		
7		
8		
9		
10		
11		
12		
13		

Line 65 (990) - Other Liabilities

40,006

3,875

		Beginning	End
1	PAYROLL PENALTIES AND TAXES	38,679	375
2	BOOK OVERDRAFT	1,327	
3	Line of Credit		3,500
4			
5			
6			
7			
8			
9			
10			

Part VII, Line 103 (990) - Other Revenue

	Unrelated business income		Excluded by section 512, 513, or 514		
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	(E) Related or exempt function income
a	Income from Recovery of prior exper				13,896
b					
c					
d					
e					
f					
g					
h					
i					
j					
k					
l					
m					
n					
o					
p					
q					
r					
s					
t					
u					
v					
w					
x					
y					
z					

Line 10c (990) - Gross Profit from Sale of Inventory

4,629

1,007

3,622

Category		Gross Sales	Cost of Goods Sold	Net
1	Concessions	4,629	1,007	3,622
2				0
3				0
4				0
5				0
6				0
7				0
8				0
9				0
10				0
11				0
12				0
13				0
14				0
15				0
16				0
17				0
18				0
19				0
20				0

Washington Shakespeare Company
 Schedule of Functional Expenses
 EIN 54-1568294

Description	Total	Program Services	Management and General	Fundraising
Actors, Directors	44358	44358		
Advertising	8730	6553		2177
Grant Expense				115
Miscellaneous Benefits				786
Set Costs	6034	6034		
Lighting	1418	1418		
Props	949	949		
Costumes	2199	2199		
Sound	246	246		
Other Production Costs	2320	2320		
Previous Productions	18209	18209		
Consulting fees	9125			9125
Public relations	2019			2019
Miscellaneous taxes	19	19		
Total Expenses	95626	82305	0	14222

The Washington Shakespeare Company
 Depreciation Schedule
 EIN 54-1568294

FY 6/30/06

Descriptor	Date in service	Method/Co Life	Cost	Beginning AD	Current Depreciatc	Ending Depreciatc	Current Depreciatc	Ending Depreciation
Roof repair	05/03/05	SL	10 2000	0	33 33	33 33	200	233 33
Building rennovation combinatio	10/04/99	SL	10 1022 85	281 30	102 29	383 59	102 29	485 88
Net for Building Rennovation			<u>3022 85</u>	<u>281 30</u>	<u>135 62</u>	<u>416 92</u>	<u>302 29</u>	<u>719 21</u>
Computer and Electrical Equipment								
Speakers and Amp	07/29/04		5 1338 75	0 00	133 88	133 88	267 75	401 63
Wiring	12/31/04		5 1311 74	0 00	131 17	131 17	262 35	393 52
Lighting Board	10/25/99		5 1000 00	933 33	66 67	1000 00	0 00	1000 00
Light Dimmer	10/08/01		5 500 00	275 00	100 00	375 00	100 00	475 00
Computer Boa	06/30/01		5 200 00	120 00	40 00	160 00	40 00	200 00
Lighting Rack	06/30/01		5 100 00	60 00	20 00	80 00	20 00	100 00
Copier	01/22/03		5 1906 58	540 06	381 32	921 38	381 32	1302 70
Computer Boa	06/30/01		5 50 00	30 00	10 00	40 00	10 00	50 00
Subtotal Computer and Electrical Equipment			<u>6407 07</u>	<u>1958 39</u>	<u>883 04</u>	<u>2841 43</u>	<u>1081 42</u>	<u>3922 85</u>
Furniture and Equipment								
Table Saw	06/30/01		5 200 00	120 00	40 00	160 00	40 00	200 00
Lobby Furniture	06/30/01		5 200 00	120 00	40 00	160 00	40 00	200 00
Credit Card Machine	06/30/01		5 100 00	60 00	20 00	80 00	20 00	100 00
Refrigerator 1	06/30/01		5 100 00	60 00	20 00	80 00	20 00	100 00
Refrigerator 2	06/30/01		5 100 00	60 00	20 00	80 00	20 00	100 00
4 Desks	06/30/01		5 100 00	60 00	20 00	80 00	20 00	100 00
Conference Table	06/30/01		5 75 00	45 00	15 00	60 00	15 00	75 00
Microwave	06/30/01		5 50 00	30 00	10 00	40 00	10 00	50 00
Chop Saw	06/30/01		5 100 00	60 00	20 00	80 00	20 00	100 00
Metal Saw	06/30/01		5 100 00	60 00	20 00	80 00	20 00	100 00
Air Compressor	06/30/01		5 200 00	120 00	40 00	160 00	40 00	200 00
Total Furniture and Equipment			<u>1325 00</u>	<u>795 00</u>	<u>265 00</u>	<u>1060 00</u>	<u>265 00</u>	<u>1325 00</u>
Total depreciation						1283 66	1648 71	
Total			10754 92	3034 69	1283 66	4318 35	1648 71	5967 06