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Form **990**

Department of the Treasury
Internal Revenue Service

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

OMB No 1545-0047

2007

Open to Public Inspection

A For the 2007 calendar year, or tax year beginning , and ending

B Check if applicable: ☐ Address change ☐ Name change ☐ Initial return ☐ Termination ☐ Amended return ☐ Application pending

Please use IRS label or print or type. See Specific Instructions.

C Name of organization: **THE TAPROOT THEATRE**

Number and street (or P O box if mail is not delivered to street address): **PO BOX 30946** Room/suite:

City or town, state or country, and ZIP + 4: **SEATTLE WA 98113-0946**

D Employer identification number: **91-0971237**

E Telephone number: **206-781-9705**

F Accounting method ☐ Cash ☒ Accrual ☐ Other (specify)

- **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? ☐ Yes ☒ No

H(b) If "Yes," enter number of affiliates ▶

H(c) Are all affiliates included? ☐ Yes ☐ No (If "No," attach a list See instructions.)

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

I Group Exemption Number ▶

G Website: ▶ www.taproot.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

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

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 ▶ **1,963,682**

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

Revenue

1	Contributions, gifts, grants, and similar amounts received				
a	Contributions to donor advised funds	1a			
b	Direct public support (not included on line 1a)	1b	824,340		
c	Indirect public support (not included on line 1a)	1c			
d	Government contributions (grants) (not included on line 1a)	1d	21,550		
e	Total (add lines 1a through 1d) (cash $ 844,748 noncash $ 1,142)			1e	845,890
2	Program service revenue including government fees and contracts (from Part VII, line 93)			2	993,098
3	Membership dues and assessments			3	
4	Interest on savings and temporary cash investments			4	688
5	Dividends and interest from securities			5	4,913
6a	Gross rents	6a	91,189		
b	Less: rental expenses See Statement 1	6b	89,366		
c	Net rental income or (loss) Subtract line 6b from line 6a			6c	1,823
7	Other investment income (describe ▶)			7	

		(A) Securities		(B) Other	Line	Total
8a	Gross amount from sales of assets other than inventory		8a			
b	Less cost or other basis and sales expenses		8b			
c	Gain or (loss) (attach schedule)		8c			
d	Net gain or (loss). Combine line 8c, columns (A) and (B)				8d	

9	Special events and activities (attach schedule) If any amount is from gaming, check here ▶ ☐				
a	Gross revenue (not including $ 35,265 of contributions reported on line 1b) See Worksheet	9a	15,371		
b	Less direct expenses other than fundraising expenses	9b	25,409		
c	Net income or (loss) from special events. Subtract line 9b from line 9a			9c	-10,038
10a	Gross sales of inventory, less returns and allowances	10a	12,533		
b	Less cost of goods sold	10b	7,204		
c	Gross profit or (loss) from sales of inventory (attach schedule) Subtract line 10b from line 10a Stmt 2			10c	5,329
11	Other revenue (from Part VII, line 103)			11	
12	**Total revenue.** Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11			12	1,841,703

Expenses

13	Program services (from line 44, column (B))	13	1,105,927
14	Management and general (from line 44, column (C))	14	408,517
15	Fundraising (from line 44, column (D))	15	93,915
16	Payments to affiliates (attach schedule)	16	
17	**Total expenses.** Add lines 16 and 44, column (A)	17	1,608,359

Net Assets

18	Excess or (deficit) for the year Subtract line 17 from line 12	18	233,344
19	Net assets or fund balances at beginning of year (from line 73, column (A))	19	559,670
20	Other changes in net assets or fund balances (attach explanation) See Statement 3	20	1,262
21	Net assets or fund balances at end of year. Combine lines 18, 19, and 20	21	794,276

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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
22a Grants paid from donor advised funds (attach schedule) (cash $___ non-cash $___) If this amount includes foreign grants, check here ▶ ☐	22a				
22b Other grants and allocations (attach schedule) (cash $___ non-cash $___) If this amount includes foreign grants, check here ▶ ☐	22b				
23 Specific assistance to individuals (attach schedule)	23				
24 Benefits paid to or for members (attach schedule)	24				
25a Compensation of current officers, directors, key employees, etc listed in Part V-A See Statement 4	25a	102,295	35,295	46,100	20,900
b Compensation of former officers, directors, key employees, etc. listed in Part V-B	25b				
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)	25c	See Statement 98,107	77,352	11,230	9,525
26 Salaries and wages of employees not included on lines 25a, b, and c	26	648,566	488,598	115,921	44,047
27 Pension plan contributions not included on lines 25a, b, and c	27				
28 Employee benefits not included on lines 25a – 27	28	82,558	6,089	76,469	
29 Payroll taxes	29	79,869	47,619	28,033	4,217
30 Professional fundraising fees	30				
31 Accounting fees	31	16,987		16,987	
32 Legal fees	32	200		200	
33 Supplies	33	18,623	2,065	16,236	322
34 Telephone	34	12,298		12,298	
35 Postage and shipping	35	23,485	14,577	5,875	3,033
36 Occupancy	36	69,215	21,534	47,681	
37 Equipment rental and maintenance	37	8,746		8,746	
38 Printing and publications	38	50,278	40,676	859	8,743
39 Travel	39	9,637	9,416	208	13
40 Conferences, conventions, and meetings	40	15,683	7,717	5,894	2,072
41 Interest	41	667		667	
42 Depreciation, depletion, etc. (attach schedule)	42	25,279	20,692	4,587	
43 Other expenses not covered above (itemize) a See Statement 5	43a	345,866	334,297	10,526	1,043
b	43b				
c	43c				
d	43d				
e	43e				
f	43f				
g	43g				
44 **Total functional expenses.** Add lines 22a through 43g (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	44	1,608,359	1,105,927	408,517	93,915

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

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

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

Part III Statement of Program Service Accomplishments (See 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? ▶ See Statement 6 All organizations must describe their exempt purpose achievements in a clear and concise manner State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others)	**Program Service Expenses** (Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)
a THE TAPROOT THEATRE'S PROFESSIONAL RESIDENT THEATRE COMPANY PRODUCED 6 FULLY MOUNTED PRODUCTIONS IN 2007, WHICH WERE ATTENDED BY MORE THAN 32,300 PEOPLE. A TOTAL OF 193 PERFORMANCES WERE HELD, INCLUDING DISCOUNTED PERFORMANCES FOR STUDENTS AND SENIORS. (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	830,807
b THE TAPROOT THEATRE TOURING COMPANY CONSISTS OF 5 ACTORS WHO PEROFRM PLAYS THAT ADDRESS THE PRESSING SOCIAL ISSUE OF BULLYING. DURING 2007, MORE THAN 93,000 STUDENTS HEARD THE MESSAGE THAT BULLYING BEHAVIOR IS NOT TO BE TOLERATED. (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	172,958
c THE TAPROOT THEATRE'S ACTING STUDIO CREATES A NURTURING ENVIRONMENT TO HELP YOUTH AND ADULT STUDENTS DEVELOP THEIR UNIQUE THEATRICAL TALENTS AND GIFTS. DURING 2007, THE ACTING STUDIO HELD 21 CLASSES, 10 OFFSITE RESIDENCIES, AND SERVED 2,210 STUDENTS (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	102,162
d (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	
e Other program services (attach schedule) (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	
f **Total of Program Service Expenses** (should equal line 44, column (B), Program services) ▶	1,105,927

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
Assets	45 Cash—non-interest-bearing			155,725	45	95,656
	46 Savings and temporary cash investments			87,603	46	216,254
	47a Accounts receivable	47a	21,466			
	b Less: allowance for doubtful accounts	47b		7,169	47c	21,466
	48a Pledges receivable	48a				
	b Less: allowance for doubtful accounts	48b			48c	
	49 Grants receivable			43,750	49	
	50a Receivables from current and former officers, directors, trustees, and key employees (attach schedule)				50a	
	b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (att. schedule)				50b	
	51a Other notes and loans receivable (attach schedule)	51a				
	b Less: allowance for doubtful accounts	51b			51c	
	52 Inventories for sale or use				52	
	53 Prepaid expenses and deferred charges			37,404	53	26,814
	54a Investments—publicly-traded securities ▶ ☐ Cost ☐ FMV				54a	
	b Investments—other securities (attach schedule) ▶ ☐ Cost ☐ FMV				54b	
	55a Investments—land, buildings, and equipment: basis	55a				
	b Less: accumulated depreciation (attach schedule)	55b			55c	
	56 Investments—other (attach schedule)				56	
	57a Land, buildings, and equipment basis	57a	1,499,707			
	b Less: accumulated depreciation (attach schedule) See Statement 7	57b	399,197	1,114,351	57c	1,100,510
	58 Other assets, including program-related investments (describe ▶ See Statement 8)			12,775	58	14,037
	59 **Total assets** (must equal line 74). Add lines 45 through 58			1,458,777	59	1,474,737
Liabilities	60 Accounts payable and accrued expenses			67,044	60	21,030
	61 Grants payable				61	
	62 Deferred revenue See Statement 9			212,405	62	219,809
	63 Loans from officers, directors, trustees, and key employees (attach schedule)				63	
	64a Tax-exempt bond liabilities (attach schedule)				64a	
	b Mortgages and other notes payable (attach schedule) See Worksheet			612,002	64b	407,332
	65 Other liabilities (describe ▶ See Statement 10)			7,656	65	32,290
	66 **Total liabilities.** Add lines 60 through 65			899,107	66	680,461
Net Assets or Fund Balances	**Organizations that follow SFAS 117, check here** ▶ ☒ and complete lines 67 through 69 and lines 73 and 74.					
	67 Unrestricted			516,650	67	736,732
	68 Temporarily restricted			43,020	68	57,543
	69 Permanently restricted				69	
	Organizations that do not follow SFAS 117, check here ▶ ☐ 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)			559,670	73	794,276
	74 **Total liabilities and net assets/fund balances.** Add lines 66 and 73			1,458,777	74	1,474,737

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	1,952,473
b	Amounts included on line a but not on Part I, line 12:				
1	Net unrealized gains on investments	b1	1,262		
2	Donated services and use of facilities	b2			
3	Recoveries of prior year grants	b3			
4	Other (specify): See Statement 11	b4	109,508		
	Add lines b1 through b4			b	110,770
c	Subtract line b from line a			c	1,841,703
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			
	Add lines d1 and d2			d	
e	**Total revenue** (Part I, line 12) Add lines c and d ▶			e	1,841,703

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

a	Total expenses and losses per audited financial statements			a	1,717,867
b	Amounts included on line a but not 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) See Statement 12	b4	109,508		
	Add lines b1 through b4			b	109,508
c	Subtract line b from line a			c	1,608,359
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			
	Add lines d1 and d2			d	
e	**Total expenses** (Part I, line 17) Add lines c and d ▶			e	1,608,359

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
See Statement 13				

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

			Yes	No
75a	Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings ▶ 14			
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) See Statement 14	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
NONE	0	0	0	0

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? N/A If "Yes," attach a conformed copy of the changes.	77		
78a	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		
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79		X
80a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?	80a		X
b	If "Yes," enter the name of the organization ▶ and check whether it is ☐ exempt or ☐ nonexempt			
81a	Enter direct and indirect political expenditures. (See line 81 instructions) 81a 0			
b	Did the organization file Form 1120-POL for this year? N/A	81b		

Part VI Other Information (continued)

				Yes	No
82a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?		82a		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			
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?		83a	X	
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?		83b	X	
84a	Did the organization solicit any contributions or gifts that were not tax deductible?		84a		X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	N/A	84b		
85a	501(c)(4), (5), or (6) Were substantially all dues nondeductible by members?	N/A	85a		
b	Did the organization make only in-house lobbying expenditures of $2,000 or less?	N/A	85b		
	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				
c	Dues, assessments, and similar amounts from members	85c			
d	Section 162(e) lobbying and political expenditures	85d			
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85e			
f	Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f			
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?	N/A	85h		
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			
88a	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		88a		X
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		X
89a	501(c)(3) organizations Enter Amount of tax imposed on the organization during the year under: section 4911 ▶ 0 ; section 4912 ▶ 0 , section 4955 ▶ 0				
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		89b		X
c	Enter Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ▶	0			
d	Enter Amount of tax on line 89c, above, reimbursed by the organization ▶	0			
e	All organizations At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?		89e		X
f	All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?		89f		X
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		X

90a List the states with which a copy of this return is filed ▶ WA

b Number of employees employed in the pay period that includes March 12, 2007 (See instructions) 90b 35

91a The books are in care of ▶ GARY KINGSBURY Telephone no. ▶ 206-781-7905

312 N 85TH ST

Located at ▶ SEATTLE, WA ZIP + 4 ▶ 98113

			Yes	No
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)?	91b		X
	If " Yes," enter the name of the foreign country ▶			
	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? If "Yes," enter the name of the foreign country ▶	91c		X
92	Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041—Check here ▶ ☐ and enter the amount of tax-exempt interest received or accrued during the tax year ▶	92		

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

Note: Enter gross amounts unless otherwise indicated	Unrelated business income (A) Business code	Unrelated business income (B) Amount	Excluded by section 512, 513, or 514 (C) Exclusion code	Excluded by section 512, 513, or 514 (D) Amount	(E) Related or exempt function income
93 Program service revenue:					
a See Statement 15					993,098
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					688
96 Dividends and interest from securities					4,913
97 Net rental income or (loss) from real estate					
a debt-financed property			41	1,823	
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					-10,038
102 Gross profit or (loss) from sales of inventory					5,329
103 Other revenue a					
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0		1,823	993,990
105 Total (add line 104, columns (B), (D), and (E)) ▶					995,813

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).*
101	INFORM DONORS ABOUT PROGRAM ACTIVITIES

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).

		Yes	No
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		X

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

		Yes	No
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		X

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

		Yes	No
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?		

Please Sign Here

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

Gary Kingsbury | 3-28-08

Signature of officer | Date

GARY KINGSBURY TREASURER

Type or print name and title

Paid Preparer's Use Only

Preparer's signature: SHARON I. VIK	Date: 3/27/08	Check if self-employed ☐	Preparer's SSN or PTIN (See Gen Instr X): P00082918
Firm's name (or yours if self-employed), address, and ZIP + 4: SHARON VIK CPA, PS 1109 NE 175TH ST SEATTLE, WA 98155-5133		EIN	Phone no 206-364-8725

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

2007

Name of the organization: THE TAPROOT THEATRE

Employer identification number 91-0971237

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees
(See page 1 of the instructions. List each one. If there are none, enter "None.")

(a) Name and address of each employee paid more than $50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to empl. benefit plans & deferred comp	(e) Expense account and other allowances
NONE				
Total number of other employees paid over $50,000 ▶				

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 ▶		

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 ▶		

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

			Yes	No
1	During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ▶ $ ____________ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B)	1		X
	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.			
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? See Statement 16	2a	X	
b	Lending of money or other extension of credit?	2b		X
c	Furnishing of goods, services, or facilities?	2c		X
d	Payment of compensation (or payment or reimbursement of expenses if more than $1,000)? See Part V-A, Form 990	2d	X	
e	Transfer of any part of its income or assets?	2e		X
3a	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)	3a		X
b	Did the organization have a section 403(b) annuity plan for its employees?	3b		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	3c		X
d	Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?	3d		X
4a	Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g If "No," complete lines 4f and 4g	4a		X
b	Did the organization make any taxable distributions under section 4966?	4b		
c	Did the organization make a distribution to a donor, donor advisor, or related person?	4c		

d Enter the total number of donor advised funds owned at the end of the tax year ▶ ____________

e Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year ▶ ____________

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 ▶ 0

g Enter the aggregate value of assets held 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 8 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 8 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	
Total				▶	

14 ☐ An organization organized and operated to test for public safety Section 509(a)(4) (See page 8 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) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants See line 28.)	492,958	523,563	410,494	383,598	1,810,613
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	850,305	748,032	656,483	600,920	2,855,740
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, income from similar sources, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	98,550	81,122	5,375	2,988	188,035
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	1,441,813	1,352,717	1,072,352	987,506	4,854,388
24 Line 23 minus line 17	591,508	604,685	415,869	386,586	1,998,648
25 Enter 1% of line 23	14,418	13,527	10,724	9,875	

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 2003 through 2006 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

d Add Amounts from column (e) for lines 18 ______ 19 ______ 22 ______ 26b ______ ▶ 26d

e Public support (line 26c minus line 26d total) ▶ 26e

f **Public support percentage (line 26e (numerator) divided by line 26c (denominator))** ▶ 26f %

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:

(2006) 104,951 (2005) 102,290 (2004) 49,442 (2003) 0

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

(2006) 0 (2005) 0 (2004) 0 (2003) 0

c Add Amounts from column (e) for lines 15 1,810,613 16 ______ 17 2,855,740 20 ______ 21 ______ ▶ 27c 4,666,353

d Add Line 27a total 256,683 and line 27b total ______ ▶ 27d 256,683

e Public support (line 27c total minus line 27d total) ▶ 27e 4,409,670

f Total support for section 509(a)(2) test: Enter amount from line 23, column (e) ▶ 27f 4,854,388

g **Public support percentage (line 27e (numerator) divided by line 27f (denominator))** ▶ 27g 90.8388 %

h **Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))** ▶ 27h 3.8735 %

28 **Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 2003 through 2006, 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)

N/A

		Line	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?	29		
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?	30		
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?	31		
	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?	32d		
	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?	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?	33h		
	If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)			
34a	Does the organization receive any financial aid or assistance from a governmental agency?	34a		
b	Has the organization's right to such aid ever been revoked or suspended? If you answered "Yes" to either 34a or b, please explain using an attached statement	34b		
35	Does the organization certify that it has complied with the applicable requirements of sections 4 01 through 4.05 of Rev Proc 75-50, 1975-2 C B 587, covering racial nondiscrimination? If "No," attach an explanation	35		

Part VI-A **Lobbying Expenditures by Electing Public Charities** (See page 11 of the instructions.)
(To be completed **ONLY** by an eligible organization that filed Form 5768) **N/A**

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

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

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

4-Year Averaging Period Under Section 501(h)

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

	Lobbying Expenditures During 4-Year Averaging Period				
Calendar year (or fiscal year beginning in) ▶	**(a)** 2007	**(b)** 2006	**(c)** 2005	**(d)** 2004	**(e)** Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					
47 Total lobbying expenditures					
48 Grassroots nontaxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 Grassroots lobbying expenditures					

Part VI-B **Lobbying Activity by Nonelecting Public Charities**
(For reporting only by organizations that did not complete Part VI-A) (See page 14 of the instructions) **N/A**

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

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

Part VII **Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations** (See page 14 of the instructions)

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

		Yes	No
a Transfers from the reporting organization to a noncharitable exempt organization of:			
(i) Cash	51a(i)		X
(ii) Other assets	a(ii)		X
b Other transactions:			
(i) Sales or exchanges of assets with a noncharitable exempt organization	b(i)		X
(ii) Purchases of assets from a noncharitable exempt organization	b(ii)		X
(iii) Rental of facilities, equipment, or other assets	b(iii)		X
(iv) Reimbursement arrangements	b(iv)		X
(v) Loans or loan guarantees	b(v)		X
(vi) Performance of services or membership or fundraising solicitations	b(vi)		X
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	c		X

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

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
N/A			

52a Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ▶ ☐ Yes ☒ No

b If "Yes," complete the following schedule·

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

Special Events Schedule

Form 990 — For calendar year 2007, or tax year beginning , and ending — 2007

Name: THE TAPROOT THEATRE

Employer Identification Number: 91-0971237

	(A)	(B)	(C)	Others	Total
Gross receipts	45,304	5,332	0	0	50,636
Less contributions	35,265	0	0	0	35,265
Gross revenue	10,039	5,332	0	0	15,371
Less direct expenses	20,142	5,267	0	0	25,409
Net income (loss)	-10,103	65	0	0	-10,038

Description (A) GALA DINNER

(B) DINNER THEATRE

(C)

Others

Forms 990 / 990-PF	Mortgages and Other Notes Payable For calendar year 2007, or tax year beginning , and ending	2007

Name	Employer Identification Number
THE TAPROOT THEATRE	91-0971237

Form 990, Part IV, Line 64b - Additional Information

	Name of lender	Relationship to disqualified person
(1)	HOMESTREET CAPITAL	NONE
(2)	VIKING BANK	NONE
(3)	VIKING BANK	NONE
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		

	Original amount borrowed	Date of loan	Maturity date	Repayment terms	Interest rate
(1)	675,000	7/28/03	9/10/07	MONTHLY P&I	6.500
(2)	205,000	9/07/07	8/29/17	MONTHLY P&I	7.240
(3)	205,000	9/07/07	8/29/17	MONTHLY P&I	7.400
(4)					
(5)					
(6)					
(7)					
(8)					
(9)					
(10)					

	Security provided by borrower	Purpose of loan
(1)	DEED OF TRUST ON REAL PROPERTY	REFINANCE DEBT
(2)	DEED OF TRUST ON REAL PROPERTY	DEBT REFINANCE
(3)	DEED OF TRUST ON REAL PROPERTY	REFINANCE DEBT
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		

	Consideration furnished by lender	Balance due at beginning of year	Balance due at end of year
(1)	PROMISSORY NOTE	612,002	
(2)	PROMISSORY NOTE		203,667
(3)	PROMISSIORY NOTE		203,665
(4)			
(5)			
(6)			
(7)			
(8)			
(9)			
(10)			
Totals		612,002	407,332

Federal Statements

Statement 1 - Form 990, Part I, Line 6b - Rental Expenses

Description	Deduction
PROPERTY DEVELOPMENT	
Interest	46,231
Insurance	3,659
Cleaning & Maintenance	6,617
ERB taxes	4,538
Utilities	12,582
Depreciation	4,486
ERB misc expenses	3,532
Prop develop consulting	7,712
Prop develop postage	9
Total	89,366

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

Description	Gross Sales	COGS	Gross Profit
CONCESSIONS	$ 10,649	$ 6,197	$ 4,452
ENTERTAINMENT BOOKS	1,884	1,007	877
Total	$ 12,533	$ 7,204	$ 5,329

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

Description	Amount
Net Unrealized Gains on Investments	$ 1,262
GALA DINNER COSTS	20,142
RENTAL PROPERTY EXPENSES	89,366
GALA DINNER EXPENSES	-20,142
RENTAL PROPERTY EXPENSES	-89,366
Total	$ 1,262

Federal Statements

Statement 4 - Form 990, Part II, Line 25a - Compensation of Current Officers

Name	Program Services	Management & General	Fundraising
Expenses	$	$	$
KINGSBURY, GARY			
Compensation		33,600	8,400
NOLTE, SCOTT			
Compensation	34,533	12,500	12,500
Benefit Plan Contribution	762		
Total	$ 35,295	$ 46,100	$ 20,900

Federal Statements

Statement 5 - Form 990, Part II, Line 43 - Other Functional Expenses

Description	Total Expenses	Program Service	Mgt & General	Fund-Raising
Expenses	$	$	$	$
Investment Depreciation				
Artistic Director expenses	3,552	375	3,177	
Bank service charges	2,513	1,430	1,083	
Bankcard fees & discounts	17,604	17,366	238	
Barter advertising expense	126,230	126,230		
Combined excise taxes	1,383	1,435	-52	
Contract performers/teachers	18,272	18,080		192
Costumes	13,789	13,789		
In-kind donation expense	1,142	370		772
Internet advertising	90	90		
Lighting	1,505	1,505		
Misc production expenses	21	21		
Misc production expense	9,173	9,149	24	
Other advertising	12,451	10,291	2,081	79
Print advertising	64,676	64,565	111	
Props	1,175	1,175		
Royalty expense	46,198	45,648	550	
Scenic	9,907	9,907		
Scripts	3,693	3,687	6	
Sound	3,021	3,021		
Stipend, Director	6,163	6,163		
Technical support	3,128		3,128	
Other taxes	180		180	
Late fees & interest	61		61	
Unclassified expenses	-61		-61	
Total	$ 345,866	$ 334,297	$ 10,526	$ 1,043

Federal Statements

Statement 6 - Form 990, Part III - Organization's Primary Exempt Purpose

Description
TO PRESENT DRAMAS THAT EXPLORE THE MEANING OF LIFE AND THE REASON FOR HOPE

Federal Statements

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

Description	Beginning of Year	Accum Depr	End of Year	Accum Depr
Land	$ 469,117	$	$ 469,117	$
Building, Theatre	103,195	48,511	103,195	51,157
Improvements, Theatre	515,052	134,933	518,809	148,187
Furnishings, Theatre	32,043	23,766	32,043	26,848
Equipment, Theatre lighting	59,210	57,357	59,210	58,168
Equipment, Theatre sound	41,192	41,192	48,518	41,802
Equipment, Theatre shop			2,749	34
Furnishings, Admin office	11,908	11,908	11,908	11,908
Building, ERB	174,937	28,196	174,937	32,681
Equipment, Admin computers	3,411	3,411	3,411	3,411
Equipment, Admin office equip	45,697	381	47,789	4,976
Improvements, Admin office	9,645	1,401	9,645	1,649
Vehicles	18,376	18,376	18,376	18,376
Total	$ 1,483,783	$ 369,432	$ 1,499,707	$ 399,197

Statement 8 - Form 990, Part IV, Line 58 - Other Assets

Description	Beginning of Year	End of Year
Interest in net assets, Seattle Foun	$ 12,775	$ 14,037
Total	$ 12,775	$ 14,037

Statement 9 - Form 990, Part IV, Line 62 - Deferred Revenue

Description	Beginning of Year	End of Year
DEFERRED REVEMIE	$ 212,405	$
Gala earned income, next season		11,667
Even year subscription presales		199,114
Odd year gift certificates		3,672
Even year gift certificates		5,356
Total	$ 212,405	$ 219,809

Statement 10 - Form 990, Part IV, Line 65 - Other Liabilities

Description	Beginning of Year	End of Year
rounding	$ 1	$
Next season RC shows		3,216
Next season sponsorships		2,000
Next season Acting tuition		1,437
Flex Pass - even year		900
WA SUTA payable		1,465
Rental deposits	7,655	23,272
Total	$ 7,656	$ 32,290

Federal Statements

Statement 11 - Form 990, Part IV-A - Other Revenue Included on Financial Statements

Description	Amount
GALA DINNER COSTS	$ 20,142
RENTAL PROPERTY EXPENSES	89,366
Total	$ 109,508

Statement 12 - Form 990, Part IV-B - Other Expenses included on Financial Statements

Description	Amount
GALA DINNER EXPENSES	$ 20,142
RENTAL PROPERTY EXPENSES	89,366
Total	$ 109,508

Federal Statements

Statement 13 - Form 990, Part V-A - List of Officers, Directors, Trustees, and Key Employees

Name and Address	Title	Average Hours	Compensation	Benefits	Expenses
LYLE CORBIN PO BOX 30946 SEATTLE WA 98113-0946	SECRETARY	2	0	0	0
DON GILKISON PO BOX 30946 SEATTLE WA 98113-0946	BOARD MEMBER	2	0	0	0
CAROLYN HANSON PO BOX 30946 SEATTLE WA 98113-0946	BOARD MEMBER	2	0	0	0
MICHAEL JAMES PO BOX 30946 SEATTLE WA 98113-0946	BOARD MEMBER	2	0	0	0
GARY KINGSBURY PO BOX 30946 SEATTLE WA 98113-0946	TREASURER	40	42,000	0	0
GARY MASSINGILL PO BOX 30946 SEATTLE WA 98113-0946	BOARD MEMBER	2	0	0	0
DENNIS MCCURLEY PO BOX 30946 SEATTLE WA 98113-0946	CHAIRMAN	5	0	0	0
DAVID MORTON PO BOX 30946 SEATTLE WA 98113-0946	BOARD MEMBER	2	0	0	0
GEORGE MYERS PO BOX 30946 SEATTLE WA 98113-0946	BOARD MEMBER	2	0	0	0

Federal Statements

Statement 13 - Form 990, Part V-A - List of Officers, Directors, Trustees, and Key Employees (continued)

Name and Address	Title	Average Hours	Compensation	Benefits	Expenses
SCOTT NOLTE PO BOX 30946 SEATTLE WA 98113-0946	PRESIDENT	40	50,000	0	0
PAM NOLTE PO BOX 30946 SEATTLE WA 98113-0946	DEVELOPMENT	10	25,207	0	0
THOMAS PARHAM PO BOX 30946 SEATTLE WA 98113-0946	BOARD MEMBER	2	0	0	0
JOHN PUTNAM PO BOX 30946 SEATTLE WA 98113-0946	BOARD MEMBER	2	0	0	0
RANDY ROWLAND PO BOX 30946 SEATTLE WA 98113-0946	BOARD MEMBER	2	0	0	0
SUSAN RUTHERFORD PO BOX 30946 SEATTLE WA 98113-0946	BOARD MEMBER	2	0	0	0
GEORGE SCRANTON PO BOX 30946 SEATTLE WA 98113-0946	VICE CHAIR	2	0	0	0
SARAH SIMPSON PO BOX 30946 SEATTKE WA 98113-0946	BOARD MEMBER	2	0	0	0
DAN VOETMANN PO BOX 30946 SEATTLE WA 98113-0946	BOARD MEMBER	2	0	0	0

Federal Statements

Statement 13 - Form 990, Part V-A - List of Officers, Directors, Trustees, and Key Employees (continued)

Name and Address	Title	Average Hours	Compensation	Benefits	Expenses
ROB ZAWOYSKI PO BOX 30946 SEATTLE WA 98113-0946	BOARD MEMBER	2	0	0	0
MARK LUND PO BOX 30946 SEATTLE WA 98113-0946	PRODUCTION	40	35,400	0	0
KAREN LUND PO BOX 30946 SEATTLE WA 98113-0946	ASSOC DIRECT	40	37,500	0	0

Federal Statements

Statement 14 - Form 990, Part V-A, Line 75b - Related Party Information

Related Party One	Related Party Two	Relationship
SCOTT NOLTE CEO	PAM NOTLE SPECIAL PROJ	MARRIED
MARK LUND PRODUCTION	KAREN LUND ASSOC DIRECT	MARRIED

Federal Statements

Statement 15 - Form 990, Part VII, Line 93 - Program Service Revenue

Description	Business Code	Unrelated Amount	Exclusion Code	Exclusion Amount	Related Income
		$		$	$
Single ticket					7,332
1 Mainstage					28,404
2 Mainstage					20,019
3 Mainstage					37,679
4 Mainstage					80,530
5 Mainstage					54,199
Mainstage, Christmas					130,358
Subscription income					229,863
Fees					2,452
Tours/special MS income					200
Advertising					127,873
Sponsorship income					4,000
Facility rental income					17,550
Royalty income					1,168
Advertising revenue					4,765
Touring income					4,742
Show fee					147,881
Travel fee					6,520
Class visits					850
Special offsite events					100
Sponsorship income					6,250
Acting studio income					80,223
Tours/special MS income					100
Costume/shop rental					20
Costuma/ship rental					20
Total		$ 0		$ 0	$ 993,098

Federal Statements

Statement 16 - Schedule A, Part III, Line 2a - Sale, Exchange, or Lease of Property

Description
A MEMBER OF THE BOARD OF DIRECTORS IS ALSO A MEMBER OF MANAGEMENT FOR THE ORGANIZATION THAT RENTS SPACE FROM THE TAPROOT THEATRE UNDER OPERATING LEASE ARRANGEMENTS. TOTAL RENTAL INCOME IN 2007 UNDER THESE ARRANGEMENTS WAS $34,700 AND WAS EQUAL TO OR HIGHER THAN RENTS OBTAINED UNDER OPERATING LEASES WITH NONRELATED PARTIES

Year Ended: December 31, 2007 91-0971237

THE TAPROOT THEATRE
PO BOX 30946
SEATTLE, WA 98113-0946

Straight-Line Depreciation Method Election

Under IRC Section 168(b)(3)(D), the organization elects to use the straight-line method of depreciation, instead of the regular statutory method in computing the deduction for all property placed into service during the tax year ending December 31, 2007. The election, made in accordance with Code Sec. 168(b)(5), applies to all property placed in service during the tax year.