EXTENSION GRANTED TO 11/15/08

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	Please use IRS label or print or type See Specific Instructions	C Name of organization	D Employer identification number
Address change		CHILDREN OF THE NATIONS	91-1702551
Name change		Number and street (or P.O. box if mail is not delivered to street address) Room/suite	E Telephone number
Initial return		PO BOX 3970	(360) 698-7227
Termination		City or town, state or country, and ZIP + 4	F Accounting method [ ] Cash [X] Accrual [ ] Other (specify) ▶
Amended return		SILVERDALE, WA 98383	
Application pending			

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

G Website. ▶ WWW.COTNI.ORG

J Organization type (check only one) ▶ [X] 501(c) (3) ◀ (insert no) [ ] 4947(a)(1) or [ ] 527

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

L Gross receipts. Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 4,415,291.

H and I are not applicable to section 527 organizations

H(a) Is this a group return for affiliates? [ ] Yes [X] No

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

H(c) Are all affiliates included? N/A [ ] Yes [ ] No (If "No," attach a list.)

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

I Group Exemption Number ▶ N/A

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

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances

Revenue	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	4,406,595.		
	c	Indirect public support (not included on line 1a)	1c			
	d	Government contributions (grants) (not included on line 1a)	1d			
	e	Total (add lines 1a through 1d) (cash $ 4,406,595. noncash $)			1e	4,406,595.
	2	Program service revenue including government fees and contracts (from Part VII, line 93)			2	
	3	Membership dues and assessments			3	
	4	Interest on savings and temporary cash investments			4	8,696.
	5	Dividends and interest from securities			5	
	6 a	Gross rents	6a			
	b	Less: rental expenses	6b			
	c	Net rental income or (loss). Subtract line 6b from line 6a			6c	
	7	Other investment income (describe ▶)			7	
	8 a	Gross amount from sales of assets other than inventory — (A) Securities / (B) Other	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)		STMT 1	8d	
	9	Special events and activities (attach schedule). If any amount is from gaming, check here ▶ [ ]				
	a	Gross revenue (not including $ of contributions reported on line 1b)	9a			
	b	Less: direct expenses other than fundraising expenses	9b			
	c	Net income or (loss) from special events. Subtract line 9b from line 9a			9c	
	10 a	Gross sales of inventory, less returns and allowances	10a			
	b	Less: cost of goods sold	10b			
	c	Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a			10c	
	11	Other revenue (from Part VII, line 103)			11	
	12	Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11			12	4,415,291.
Expenses	13	Program services (from line 44, column (B))			13	2,740,636.
	14	Management and general (from line 44, column (C))			14	406,394.
	15	Fundraising (from line 44, column (D))			15	232,367.
	16	Payments to affiliates (attach schedule)			16	
	17	Total expenses. Add lines 16 and 44, column (A)			17	3,379,397.
Net Assets	18	Excess or (deficit) for the year. Subtract line 17 from line 12			18	1,035,894.
	19	Net assets or fund balances at beginning of year (from line 73, column (A))			19	1,915,211.
	20	Other changes in net assets or fund balances (attach explanation)			20	0.
	21	Net assets or fund balances at end of year. Combine lines 18, 19, and 20			21	2,951,105.

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

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22a Grants paid from donor advised funds (attach schedule) (cash $ 0. noncash $ 0.) If this amount includes foreign grants, check here ▶ ☐	22a				
22b Other grants and allocations (attach schedule) (cash $ 0. noncash $ 0.) 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	25a	79,984.	71,902.	808.	7,274.
b Compensation of former officers, directors, key employees, etc. listed in Part V-B	25b	0.	0.	0.	0.
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				
26 Salaries and wages of employees not included on lines 25a, b, and c	26	708,814.	548,805.	148,072.	11,937.
27 Pension plan contributions not included on lines 25a, b, and c	27				
28 Employee benefits not included on lines 25a - 27	28				
29 Payroll taxes	29	39,562.	31,254.	7,517.	791.
30 Professional fundraising fees	30				
31 Accounting fees	31	23,917.		23,917.	
32 Legal fees	32	25,458.		25,458.	
33 Supplies	33	20,735.		20,735.	
34 Telephone	34	16,706.		8,353.	8,353.
35 Postage and shipping	35	443.		443.	
36 Occupancy	36	22,640.		17,640.	5,000.
37 Equipment rental and maintenance	37	3,660.		1,830.	1,830.
38 Printing and publications	38				
39 Travel	39	23,717.		23,717.	
40 Conferences, conventions, and meetings	40				
41 Interest	41				
42 Depreciation, depletion, etc. (attach schedule)	42	63,587.	42,837.	20,750.	
43 Other expenses not covered above (itemize)					
a	43a				
b	43b				
c	43c				
d	43d				
e	43e				
f	43f				
g SEE STATEMENT 2	43g	2,350,174.	2,045,838.	107,154.	197,182.
44 **Total functional expenses.** Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	44	3,379,397.	2,740,636.	406,394.	232,367.

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 $ N/A ; (ii) the amount allocated to Program services $ N/A ;

(iii) the amount allocated to Management and general $ N/A ; and (iv) the amount allocated to Fundraising $ N/A

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? ▶ CARE FOR ORPHANS AND DESTITUTE CHILDREN AROUND THE WORLD.

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	DOMINICAN REPUBLIC: SCHOOLS, ORPHANAGE AND CLINIC. (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	820,142.
b	FEEDING PROGRAM: SERVING STARVING CHILDREN IN AFRICA, THE CARIBBEAN AND THE USA. (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	32,124.
c	MALAWI: ORPHANAGE AND FEEDING PROGRAM (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	996,840.
d	SIERRA LEONE: ORPHANAGE AND FEEDING PROGRAM. (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	686,718.
e	Other program services (attach schedule) SEE STATEMENT 3 (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	204,812.
f	**Total of Program Service Expenses** (should equal line 44, column (B), Program services) ▶	2,740,636.

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.*

	Line	Description			(A) Beginning of year		(B) End of year
Assets	45	Cash - non-interest-bearing			351,721.	45	439,544.
	46	Savings and temporary cash investments			214,348.	46	228,236.
	47 a	Accounts receivable	47a				
	b	Less. allowance for doubtful accounts	47b			47c	
	48 a	Pledges receivable	48a	558,562.			
	b	Less allowance for doubtful accounts	48b		405,761.	48c	558,562.
	49	Grants receivable				49	
	50 a	Receivables from current and former officers, directors, trustees, and key employees				50a	
	b	Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				50b	
	51 a	Other notes and loans receivable	51a				
	b	Less: allowance for doubtful accounts	51b			51c	
	52	Inventories for sale or use			29,133.	52	40,291.
	53	Prepaid expenses and deferred charges				53	
	54 a	Investments - publicly-traded securities ▶ ☐ Cost ☐ FMV				54a	
	b	Investments - other securities ▶ ☐ Cost ☐ FMV				54b	
	55 a	Investments - land, buildings, and equipment basis	55a				
	b	Less accumulated depreciation	55b			55c	
	56	Investments - other				56	
	57 a	Land, buildings, and equipment basis	57a	1,142,637.			
	b	Less accumulated depreciation STMT 4	57b	97,590.	740,641.	57c	1,045,047.
	58	Other assets, including program-related investments (describe ▶ SEE STATEMENT 5)			631,756.	58	1,120,490.
	59	**Total assets** (must equal line 74) Add lines 45 through 58			2,373,360.	59	3,432,170.
Liabilities	60	Accounts payable and accrued expenses			65,387.	60	94,106.
	61	Grants payable				61	
	62	Deferred revenue				62	
	63	Loans from officers, directors, trustees, and key employees				63	
	64 a	Tax-exempt bond liabilities				64a	
	b	Mortgages and other notes payable			391,759.	64b	382,987.
	65	Other liabilities (describe ▶ SEE STATEMENT 6)			1,003.	65	3,972.
	66	**Total liabilities.** Add lines 60 through 65			458,149.	66	481,065.
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			998,826.	67	1,833,393.
	68	Temporarily restricted			916,385.	68	1,117,712.
	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)			1,915,211.	73	2,951,105.
	74	**Total liabilities and net assets/fund balances.** Add lines 66 and 73			2,373,360.	74	3,432,170.

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	4,415,291.
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			
	Add lines b1 through b4			b	0.
c	Subtract line b from line a			c	4,415,291.
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	0.
e	Total revenue (Part I, line 12). Add lines c and d ▶			e	4,415,291.

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

a	Total expenses and losses per audited financial statements			a	3,379,397.
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			
	Add lines b1 through b4			b	0.
c	Subtract line b from line a			c	3,379,397.
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	0.
e	Total expenses (Part I, line 17) Add lines c and d ▶			e	3,379,397.

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
CHRISTOPHER W. CLARK PO BOX 3970 SILVERDALE, WA 98383	PRESIDENT 40.00	53,492.	2,493.	24,000.
DR. DANIEL DIAMOND PO BOX 3970 SILVERDALE, WA 98383	SECRETARY 2.00	0.	0.	0.
JAMES BLESSING PO BOX 3970 SILVERDALE, WA 98383	TREASURER 2.00	0.	0.	0.
DEBRA CLARK PO BOX 3970 SILVERDALE, WA 98383	DIRECTOR 2.00	0.	0.	0.
MICHAEL CANNELL PO BOX 3970 SILVERDALE, WA 98383	DIRECTOR 2.00	0.	0.	0.
DR. MIKE JONES PO BOX 3970 SILVERDALE, WA 98383	DIRECTOR 2.00	0.	0.	0.
DR. MIKE JUNGKEIT PO BOX 3970 SILVERDALE, WA 98383	DIRECTOR 2.00	0.	0.	0.
DR. MARK DESAUTEL PO BOX 3970 SILVERDALE, WA 98383	DIRECTOR 2.00	0.	0.	0.

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 ▶ 8			
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"	75c		X
	If "Yes," attach a statement that includes the information described in the instructions			
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				

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? N/A	78b		
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 ▶ N/A and check whether it is ☐ exempt or ☐ nonexempt			
81 a	Enter direct and indirect political expenditures (See line 81 instructions) 81a 0.			
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?		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 N/A			
83 a	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	
84 a	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		
85 a	*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 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?	N/A	85h		
86	*501(c)(7) organizations* Enter a Initiation fees and capital contributions included on line 12	86a N/A			
b	Gross receipts, included on line 12, for public use of club facilities	86b N/A			
87	*501(c)(12) organizations* Enter a Gross income from members or shareholders	87a N/A			
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)	87b N/A			
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		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
89 a	*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) organizations* 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

90 a 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 — 90b 23

91 a The books are in care of ▶ RENEE SCHERTZER Telephone no. ▶ (360) 698-7227

Located at ▶ 11992 CLEAR CREEK RD, PO BOX 3970, SILVERDALE, W ZIP + 4 ▶ 98383-3970

			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)? If "Yes," enter the name of the foreign country ▶ N/A See the instructions for exceptions and filing requirements for **Form TD F 90-22.1,** Report of Foreign Bank and Financial Accounts.	91b		X

Part VI Other Information *(continued)*

		Yes	No
c At any time during the calendar year, did the organization maintain an office outside of the United States? If "Yes," enter the name of the foreign country ▶ N/A	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 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					
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	8,696.	
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue					
a					
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0.		8,696.	0.

105 **Total** (add line 104, columns (B), (D), and (E)) ▶ 8,696.

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).

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

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

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

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

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

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

		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		

	(A) Name, address, of each controlled entity	(B) Employer Identification 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		

	(A) Name, address, of each controlled entity	(B) Employer Identification 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

Signature of officer: [signature] Date: 11-13-08

Type or print name and title: Christopher W. Clark International President

Paid Preparer's Use Only

Preparer's signature: [signature] CPA	Date: 11/12/08	Check if self-employed ☐
Preparer's SSN or PTIN (See Gen Inst X)		
Firm's name (or yours if self-employed), address, and ZIP + 4: HURLEY, WHITE & WILLIAMS, PS 4312 KITSAP WAY, SUITE 102 BREMERTON, WA 98312	EIN	Phone no. 360-479-4611

723164/12-27-07

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: CHILDREN OF THE NATIONS

Employer identification number: 91 1702551

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

(See page 1 of the instructions. List each one. If there are none, enter "None.")

(a) Name and address of each employee paid more than $50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
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	

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?	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)?	2d	X	
e	Transfer of any part of its income or assets?	2e		X
3 a	Did the organization make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments.)	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
4 a	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? N/A	4b		
c	Did the organization make a distribution to a donor, donor advisor, or related person? N/A	4c		
d	Enter the total number of donor advised funds owned at the end of the tax year ▶		N/A	
e	Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year ▶		N/A	
f	Enter the total number of separate funds or accounts owned at the end of the year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts ▶			0.
g	Enter the aggregate value of assets in all funds or accounts included on line 4f at the end of the tax year ▶			0.

Part IV Reason for Non-Private Foundation Status (See pages 4 through 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 [X] 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? Yes	No	(e) Amount of support
Total ▶					

14 [ ] An organization organized and operated to test for public safety. Section 509(a)(4) (See page 8 of the instructions.)

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12-27-07

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.)	3,121,655.	2,324,726.	2,114,301.	1,266,042.	8,826,724.
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose					
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, income from similar sources, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	8,575.	2,694.	404.	143.	11,816.
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					
23 Total of lines 15 through 22	3,130,230.	2,327,420.	2,114,705.	1,266,185.	8,838,540.
24 Line 23 minus line 17	3,130,230.	2,327,420.	2,114,705.	1,266,185.	8,838,540.
25 Enter 1% of line 23	31,302.	23,274.	21,147.	12,662.	

26 **Organizations described on lines 10 or 11:** a Enter 2% of amount in column (e), line 24 ▶ 26a N/A

b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 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 N/A

c Total support for section 509(a)(1) test: Enter line 24, column (e) ▶ 26c N/A

d Add: Amounts from column (e) for lines: 18 ____ 19 ____ 22 ____ 26b ____ ▶ 26d N/A

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

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

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

(2006) 314,283. (2005) 285,528. (2004) 478,286. (2003) 129,869.

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 8,826,724. 16 ____ 17 ____ 20 ____ 21 ____ ▶ 27c 8,826,724.

d Add: Line 27a total 1,207,966. and line 27b total 0. ▶ 27d 1,207,966.

e Public support (line 27c total minus line 27d total) ▶ 27e 7,618,758.

f Total support for section 509(a)(2) test: Enter amount on line 23, column (e) ▶ 27f 8,838,540.

g **Public support percentage (line 27e (numerator) divided by line 27f (denominator))** ▶ 27g 86.1993%

h **Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))** ▶ 27h .1337%

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.

NONE

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

			Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?	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.)			
34 a	Does the organization receive any financial aid or assistance from a governmental agency?	34a		
b	Has the organization's right to such aid ever been revoked or suspended?	34b		
	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	35		

Part VI-A **Lobbying Expenditures by Electing Public Charities** (See page 11 of the instructions.) N/A

(To be completed **ONLY** by an eligible organization that filed Form 5768)

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

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred.)		(a) Affiliated group totals	(b) To be completed for all electing organizations
		N/A	
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36		
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37		
38 Total lobbying expenditures (add lines 36 and 37)	38		
39 Other exempt purpose expenditures	39		
40 Total exempt purpose expenditures (add lines 38 and 39)	40		
41 Lobbying nontaxable amount. Enter the amount from the following table -	41		
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		

If the amount on line 40 is -	**The lobbying nontaxable amount is -**
Not over $500,000	20% of the amount on line 40
Over $500,000 but not over $1,000,000	$100,000 plus 15% of the excess over $500,000
Over $1,000,000 but not over $1,500,000	$175,000 plus 10% of the excess over $1,000,000
Over $1,500,000 but not over $17,000,000	$225,000 plus 5% of the excess over $1,500,000
Over $17,000,000	$1,000,000

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				N/A
Calendar year (or fiscal year beginning in) ▶	(a) 2007	(b) 2006	(c) 2005	(d) 2004	(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 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.)			0.

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: N/A

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

52 a 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: N/A

(a) Name of organization	(b) Type of organization	(c) Description of relationship

2007 DEPRECIATION AND AMORTIZATION REPORT

FORM 990 PAGE 2 990

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
1	1987 CHEVROLET VAN	091702	SL	5.00	17	2,423.			2,423.	2,181.		242.
2	(D)GREEN TRUCK	010100	SL	5.00	17	3,000.			3,000.	3,000.		0.
3	1996 ISUZU VAN	123003	SL	5.00	17	9,765.			9,765.	6,836.		1,953.
4	TOSHIBA LAPTOP	060104	SL	3.00	17	2,101.			2,101.	1,751.		350.
5	HP DV1156CL LAPTOP	041105	SL	5.00	17	1,474.			1,474.	442.		295.
6	DVD+R DUPLICATOR (W/BUILT-IN 160GB HD)	042905	SL	5.00	17	1,070.			1,070.	321.		214.
7	COMPAQ LAPTOP	052505	SL	5.00	17	1,248.			1,248.	374.		250.
8	DELL INSPIRON 6000 LAPTOP	110105	SL	5.00	17	1,716.			1,716.	515.		343.
9	LAND (SILVERDALE OFFICE)	011805	L	.000		75,000.			75,000.			0.
10	BUILDINGS (MAIN OFFICE, SECONDARY OFFICE, OL	011805	SL	39.00	17	125,296.			125,296.	6,292.		3,213.
11	SERVER (RACKMOUNT) (DELL 6350 4U, DUAL PR	083105	SL	5.00	17	2,900.			2,900.	870.		580.
12	LAND (DR - NEXT TO THE CLINIC)	052705	L	.000		16,571.			16,571.			0.
13	BUS	051206	SL	5.00	17	5,000.			5,000.	500.		1,000.
14	PROJECTOR/JESUS FILM PROJECT	051906	SL	5.00	17	4,092.			4,092.	409.		818.
15	MTSILIZA LAND	011006	L	.000		7,171.			7,171.			0.
16	DELL LAPTOP	031706	SL	5.00	17	1,194.			1,194.	119.		239.
17	PROJECTOR/JESUS FILM PROJECT	051906	SL	5.00	17	4,092.			4,092.	409.		818.
18	APPLIANCES FOR CHIWENGO GIRLS HOME	110906	SL	5.00	17	2,731.			2,731.	273.		546.

728102
04-27-07

(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
19	MTSILITZA LAND FOR BOYS HOME	060206	L	.000		4,624.			4,624.			0.
20	BANTA LAND	030206	L	.000		10,784.			10,784.			0.
21	SAW FOR FARM	050106	SL	5.00	17	2,886.			2,886.	289.		577.
22	TILLER FOR FARM	090106	SL	5.00	17	690.			690.	69.		138.
23	99 FORD ECONOLINE	032706	SL	5.00	17	18,391.			18,391.	1,839.		3,678.
24	1998 ISUZU TROOPER	041406	SL	5.00	17	11,266.			11,266.	1,127.		2,253.
25	NISSAN	050106	SL	5.00	17	15,820.			15,820.	1,582.		3,164.
26	PROJECTOR/JESUS FILM PROJECT	051906	SL	5.00	17	4,022.			4,022.	402.		804.
27	HOUSE	100406	SL	39.00	17	80,655.			80,655.	431.		2,068.
28	BUS	032406	SL	5.00	17	26,498.			26,498.	2,650.		5,300.
29	UHF WIRELESS SYSTEM & TRANSMITTER AUDIO EQUI	090806	SL	5.00	17	5,022.			5,022.	502.		1,004.
30	BOAT	092806	SL	5.00	17	2,100.			2,100.	210.		420.
31	PROJECTOR AND CASE	103106	SL	5.00	17	2,909.			2,909.	291.		582.
32	1996 CHEVROLET SUBURBAN LT	122906	SL	5.00	17	6,680.			6,680.	668.		1,336.
33	2001 NISSAN XTERRA	100106	SL	5.00	17	6,265.			6,265.	627.		1,253.
34	LIEBERT UPSTATION GXT2 700VA 2U RACKMOUNT UP	020106	SL	5.00	17	350.			350.	35.		70.
35	700 FEET OF 25 PAIR, 24-GAUGE TELEPHONE WIR	021506	SL	5.00	17	1,000.			1,000.	100.		200.
36	SOAPWARE MEDICAL RECORD SOFTWARE	020106	SL	5.00	17	1,000.			1,000.	100.		200.

(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	Reduction In Basis *	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
37	50 LICENSES OF EYEBEAM 1.5 SOFTWARE	072406	SL	5.00	17	1,500.			1,500.	150.		300.
38	U.S. WAREHOUSE	122906	SL	39.00	17	177,453.			177,453.	190.		4,550.
39	RECORDING STUDIO	110906	SL	39.00	17	17,423.			17,423.	56.		447.
40	ELECTRICITY TO REMOTE AREA	121206	SL	39.00	17	5,797.			5,797.	6.		149.
41	FARM	100506	L	.000		12,420.			12,420.			0.
42	HOUSE	012006	SL	39.00	17	6,600.			6,600.	162.		169.
43	OFFICE	090606	SL	39.00	17	75,434.			75,434.	564.		1,934.
44	5 AIR CONDITIONERS	072106	SL	5.00	17	5,265.			5,265.	526.		1,053.
45	BATTERY BACKUP STATION AND 8 BATTERIES (DR)	082906	SL	5.00	17	1,875.			1,875.	188.		375.
46	1996 DODGE INTREPID	101506	SL	5.00	17	3,150.			3,150.	315.		630.
47	MITSUBISHI DOUBLE CABIN	030607	200DB	5.00	19B	8,812.			8,812.			1,762.
48	TOYOTA VAN	032007	200DB	5.00	19B	5,797.			5,797.			1,159.
49	TOYOTA VAN	052507	200DB	5.00	19B	8,696.			8,696.			1,739.
50	YAMAHA MOTORCYCLE	052507	200DB	5.00	19B	1,547.			1,547.			309.
51	LAND	030907	L	.000		6,265.			6,265.			0.
52	TABLES, SCREENS AND MATTRESSES	112007	200DB	5.00	19B	746.			746.			149.
53	COMPUTER RACK, SWITCHES, ROUTERS, SOF	100507	200DB	5.00	19B	5,625.			5,625.			1,125.
54	BEDS	060507	200DB	5.00	19B	1,750.			1,750.			350.

(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
55	COMPUTERS	060507	200DB	5.00	19B	2,183.			2,183.			437.
56	GENERATOR	072707	200DB	5.00	19B	2,249.			2,249.			450.
57	LAND - CHICHERE FARM	051107	L	.000		177,000.			177,000.			0.
58	LAND - CHITIPI FARM	052307	L	.000		6,900.			6,900.			0.
59	LAND - MTSILIZA	111607	L	.000		500.			500.			0.
60	FURNITURE IN RECORDING STUDIO	092807	200DB	5.00	19B	986.			986.			197.
61	VEHICLE	062907	200DB	5.00	19B	5,072.			5,072.			1,014.
62	OFFICE EQUIPMENT	062807	200DB	5.00	19B	987.			987.			197.
63	CHIWENGO & CHITIPI FURNITURE	062807	200DB	5.00	19B	4,946.			4,946.			989.
64	MTSILIZA FURNITURE	112607	200DB	5.00	19B	438.			438.			88.
65	BANTA HOME FURNITURE	062607	200DB	5.00	19B	7,684.			7,684.			1,537.
66	BANTA SCHOOL FURNITURE	072507	200DB	5.00	19B	13,912.			13,912.			2,782.
67	FENCE - LOS ROBLES	020907	150DB	15.00	19E	6,569.			6,569.			328.
68	FENCE - ALTAGRACIA	051807	150DB	15.00	19E	4,596.			4,596.			230.
69	SPORTS COURT	080707	150DB	15.00	19E	4,236.			4,236.			212.
70	BEDS	110707	200DB	5.00	19B	2,045.			2,045.			409.
71	AIR CONDITIONER	041207	200DB	5.00	19B	1,945.			1,945.			389.
72	HOUSE	010607	SL	39.00	19I	80,000.			80,000.			1,966.

(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone

2007 DEPRECIATION AND AMORTIZATION REPORT

FORM 990 PAGE 2 990

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
73	AIR CONDITIONERS CLINIC	041207	200DB	5.00	19B	1,619.			1,619.			324.
74	GAS RANGE	042507	200DB	5.00	19B	1,436.			1,436.			287.
75	(D)UHF WIRELESS SYSTEM & TRANSMITTER AUDIO E	090806	SL	5.00	17	3,654.			3,654.	365.		365.
76	KAREN JOHNSON COMPUTER	030507	200DB	5.00	19B	1,413.			1,413.			283.
77	VOIP/POHONES & PHONE CARD	031207	200DB	5.00	19B	4,960.			4,960.			992.
	* TOTAL 990 PAGE 2 DEPR					1149291.		0.	1149291.	37,736.	0.	63,584.

(D) - Asset disposed

* ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone

FORM 990 GAIN (LOSS) FROM SALE OF OTHER ASSETS STATEMENT 1

DESCRIPTION	DATE ACQUIRED	DATE SOLD	METHOD ACQUIRED
GREEN TRUCK	01/01/00	06/01/07	PURCHASED

NAME OF BUYER	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	DEPREC	NET GAIN OR (LOSS)
	0.	3,000.	0.	3,000.	0.

DESCRIPTION	DATE ACQUIRED	DATE SOLD	METHOD ACQUIRED
UHF WIRELESS SYSTEM & TRANSMITTER AUDIO EQUIPMENT	09/08/06	05/01/07	PURCHASED

NAME OF BUYER	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	DEPREC	NET GAIN OR (LOSS)
	0.	3,654.	0.	3,654.	0.
TO FM 990, PART I, LN 8		6,654.	0.	6,654.	0.

FORM 990 OTHER EXPENSES STATEMENT 2

DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
SHORT-TERM TEAMS	574,170.	574,170.		
CHILDRENS FUND	599,570.	599,570.		
EQUIPMENT	1,711.	1,711.		
INTERNS	155,053.	155,053.		
OTHER PROJECTS	129,591.	129,591.		
CLINIC	54,150.	54,150.		
FEEDING	53,176.	53,176.		
FARM	57,380.	57,380.		
VILLAGE	100,696.	100,696.		
SKILLS CENTER	33,971.	33,971.		
VEHICLES	44,609.	44,609.		
ORPHANAGE	3,979.	3,979.		
OTHER EXPENSES	344,936.	237,782.	107,154.	
FUNDRAISING	197,182.			197,182.
TOTAL TO FM 990, LN 43	2,350,174.	2,045,838.	107,154.	197,182.

FORM 990 OTHER PROGRAM SERVICES STATEMENT 3

DESCRIPTION OF OTHER PROGRAM SERVICES	GRANTS AND ALLOCATIONS	EXPENSES
UGANDA	0.	163,192.
INTERNS AND OTHER PROJECTS	0.	41,620.
TOTAL TO FORM 990, PART III, LINE E		204,812.

FORM 990 DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT STATEMENT 4

DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
1987 CHEVROLET VAN	2,423.	2,423.	0.
1996 ISUZU VAN	9,765.	8,789.	976.
TOSHIBA LAPTOP	2,101.	2,101.	0.
HP DV1156CL LAPTOP	1,474.	737.	737.
DVD+R DUPLICATOR (W/BUILT-IN 160GB HD)	1,070.	535.	535.
COMPAQ LAPTOP	1,248.	624.	624.
DELL INSPIRON 6000 LAPTOP	1,716.	858.	858.
LAND (SILVERDALE OFFICE)	75,000.	0.	75,000.
BUILDINGS (MAIN OFFICE, SECONDARY OFFICE, OLD WAREHOUSE)	125,296.	9,505.	115,791.
SERVER (RACKMOUNT) (DELL 6350 4U, DUAL PROCESSOR, WIN 2K3, 3X180GB RAI	2,900.	1,450.	1,450.
LAND (DR - NEXT TO THE CLINIC)	16,571.	0.	16,571.
BUS	5,000.	1,500.	3,500.
PROJECTOR/JESUS FILM PROJECT	4,092.	1,227.	2,865.
MTSILIZA LAND	7,171.	0.	7,171.
DELL LAPTOP	1,194.	358.	836.
PROJECTOR/JESUS FILM PROJECT	4,092.	1,227.	2,865.
APPLIANCES FOR CHIWENGO GIRLS HOME	2,731.	819.	1,912.
MTSILITZA LAND FOR BOYS HOME	4,624.	0.	4,624.
BANTA LAND	10,784.	0.	10,784.
SAW FOR FARM	2,886.	866.	2,020.
TILLER FOR FARM	690.	207.	483.
99 FORD ECONOLINE	18,391.	5,517.	12,874.
1998 ISUZU TROOPER	11,266.	3,380.	7,886.
NISSAN	15,820.	4,746.	11,074.
PROJECTOR/JESUS FILM PROJECT	4,022.	1,206.	2,816.

HOUSE	80,655.	2,499.	78,156.
BUS	26,498.	7,950.	18,548.
UHF WIRELESS SYSTEM & TRANSMITTER AUDIO EQUIPMENT	5,022.	1,506.	3,516.
BOAT	2,100.	630.	1,470.
PROJECTOR AND CASE	2,909.	873.	2,036.
1996 CHEVROLET SUBURBAN LT	6,680.	2,004.	4,676.
2001 NISSAN XTERRA	6,265.	1,880.	4,385.
LIEBERT UPSTATION GXT2 700VA 2U RACKMOUNT UPS	350.	105.	245.
700 FEET OF 25 PAIR, 24-GAUGE TELEPHONE WIRE	1,000.	300.	700.
SOAPWARE MEDICAL RECORD SOFTWARE	1,000.	300.	700.
50 LICENSES OF EYEBEAM 1.5 SOFTWARE	1,500.	450.	1,050.
U.S. WAREHOUSE	177,453.	4,740.	172,713.
RECORDING STUDIO	17,423.	503.	16,920.
ELECTRICITY TO REMOTE AREA	5,797.	155.	5,642.
FARM	12,420.	0.	12,420.
HOUSE	6,600.	331.	6,269.
OFFICE	75,434.	2,498.	72,936.
5 AIR CONDITIONERS	5,265.	1,579.	3,686.
BATTERY BACKUP STATION AND 8 BATTERIES (DR)	1,875.	563.	1,312.
1996 DODGE INTREPID	3,150.	945.	2,205.
MITSUBISHI DOUBLE CABIN	8,812.	1,762.	7,050.
TOYOTA VAN	5,797.	1,159.	4,638.
TOYOTA VAN	8,696.	1,739.	6,957.
YAMAHA MOTORCYCLE	1,547.	309.	1,238.
LAND	6,265.	0.	6,265.
TABLES, SCREENS AND MATTRESSES	746.	149.	597.
COMPUTER RACK, SWITCHES, ROUTERS, SOFTWARE, ETC.	5,625.	1,125.	4,500.
BEDS	1,750.	350.	1,400.
COMPUTERS	2,183.	437.	1,746.
GENERATOR	2,249.	450.	1,799.
LAND - CHICHERE FARM	177,000.	0.	177,000.
LAND - CHITIPI FARM	6,900.	0.	6,900.
LAND - MTSILIZA	500.	0.	500.
FURNITURE IN RECORDING STUDIO	986.	197.	789.
VEHICLE	5,072.	1,014.	4,058.
OFFICE EQUIPMENT	987.	197.	790.
CHIWENGO & CHITIPI FURNITURE	4,946.	989.	3,957.
MTSILIZA FURNITURE	438.	88.	350.
BANTA HOME FURNITURE	7,684.	1,537.	6,147.
BANTA SCHOOL FURNITURE	13,912.	2,782.	11,130.
FENCE - LOS ROBLES	6,569.	328.	6,241.
FENCE - ALTAGRACIA	4,596.	230.	4,366.
SPORTS COURT	4,236.	212.	4,024.
BEDS	2,045.	409.	1,636.
AIR CONDITIONER	1,945.	389.	1,556.
HOUSE	80,000.	1,966.	78,034.

AIR CONDITIONERS CLINIC	1,619.	324.	1,295.
GAS RANGE	1,436.	287.	1,149.
KAREN JOHNSON COMPUTER	1,413.	283.	1,130.
VOIP/POHONES & PHONE CARD	4,960.	992.	3,968.
TOTAL TO FORM 990, PART IV, LN 57	1,142,637.	97,590.	1,045,047.

FORM 990 OTHER ASSETS STATEMENT 5

DESCRIPTION	BEGINNING OF YEAR	END OF YEAR
CONSTRUCTION IN PROGRESS	631,756.	916,481.
DEFERRED PURCHASES	0.	204,009.
TOTAL TO FORM 990, PART IV, LINE 58	631,756.	1,120,490.

FORM 990 OTHER LIABILITIES STATEMENT 6

DESCRIPTION	BEGINNING OF YEAR	END OF YEAR
ACCRUED INTEREST ON NOTE PAYABLE	1,003.	3,972.
TOTAL TO FORM 990, PART IV, LINE 65	1,003.	3,972.

Form **4562**

Department of the Treasury
Internal Revenue Service

Depreciation and Amortization

990

(Including Information on Listed Property)

▶ See separate instructions. ▶ Attach to your tax return.

OMB No 1545-0172

2007

Attachment Sequence No 67

Name(s) shown on return	Business or activity to which this form relates	Identifying number
CHILDREN OF THE NATIONS	FORM 990 PAGE 2	91-1702551

Part I Election To Expense Certain Property Under Section 179 Note: *If you have any listed property, complete Part V before you complete Part I.*

1	Maximum amount. See the instructions for a higher limit for certain businesses	1	125,000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	500,000.
4	Reduction in limitation Subtract line 3 from line 2 If zero or less, enter -0-	4	
5	Dollar limitation for tax year Subtract line 4 from line 1 If zero or less, enter -0- If married filing separately, see instructions	5	

6 (a) Description of property	(b) Cost (business use only)	(c) Elected cost

7	Listed property Enter the amount from line 29	7			
8	Total elected cost of section 179 property Add amounts in column (c), lines 6 and 7			8	
9	Tentative deduction Enter the smaller of line 5 or line 8			9	
10	Carryover of disallowed deduction from line 13 of your 2006 Form 4562			10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5			11	
12	Section 179 expense deduction Add lines 9 and 10, but do not enter more than line 11			12	
13	Carryover of disallowed deduction to 2008 Add lines 9 and 10, less line 12 ▶	13			

Note: *Do not use Part II or Part III below for listed property Instead, use Part V.*

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property)

14	Special allowance for qualified New York Liberty or Gulf Opportunity Zone property (other than listed property) and cellulosic biomass ethanol plant property placed in service during the tax year	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

Part III MACRS Depreciation (Do not include listed property.) (See instructions)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2007	17	43,880.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here ▶ ☐		

Section B - Assets Placed in Service During 2007 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property		84,848.	5 YRS.	HY	200DB	16,968.
c 7-year property						
d 10-year property						
e 15-year property		15,401.	15 YRS.	HY	150DB	770.
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property	/		27 5 yrs	MM	S/L	
	/		27 5 yrs	MM	S/L	
i Nonresidential real property	01 /07	80,000.	39 yrs	MM	S/L	1,966.
	/			MM	S/L	

Section C - Assets Placed in Service During 2007 Tax Year Using the Alternative Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 40-year	/		40 yrs.	MM	S/L	

Part IV Summary (see instructions)

21	Listed property. Enter amount from line 28			21	
22	**Total.** Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21 Enter here and on the appropriate lines of your return Partnerships and S corporations - see instr			22	63,584.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23			

Part V **Listed Property** (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement)

Note: *For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete* **only** *24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable*

Section A - Depreciation and Other Information (Caution: *See the instructions for limits for passenger automobiles*)

24a Do you have evidence to support the business/investment use claimed? ☐ Yes ☐ No 24b If "Yes," is the evidence written? ☐ Yes ☐ No

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction	(i) Elected section 179 cost
25 Special allowance for qualified Gulf Opportunity Zone property placed in service during the tax year and used more than 50% in a qualified business use						25		
26 Property used more than 50% in a qualified business use								
		%						
		%						
		%						
27 Property used 50% or less in a qualified business use								
		%				S/L -		
		%				S/L -		
		%				S/L -		
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1						28		
29 Add amounts in column (i), line 26 Enter here and on line 7, page 1							29	

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person

If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles

	(a) Vehicle		(b) Vehicle		(c) Vehicle		(d) Vehicle		(e) Vehicle		(f) Vehicle	
30 Total business/investment miles driven during the year (**do not** include commuting miles)												
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year Add lines 30 through 32												
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
34 Was the vehicle available for personal use during off-duty hours?												
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who **are not** more than 5% owners or related persons

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use?		

Note: *If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.*

Part VI **Amortization**

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2007 tax year.					
43 Amortization of costs that began before your 2007 tax year				43	
44 **Total.** Add amounts in column (f) See the instructions for where to report				44	

- If you are filing for an **Additional (Not Automatic) 3-Month Extension, complete only Part II** and check this box ▶ [X]

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

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

Part II **Additional (Not Automatic) 3-Month Extension of Time.** You must file original and one copy

Type or print File by the extended due date for filing the return See instructions	Name of Exempt Organization CHILDREN OF THE NATIONS		Employer identification number 91-1702551
	Number, street, and room or suite no. If a P O. box, see instructions PO BOX 3970		For IRS use only
	City, town or post office, state, and ZIP code For a foreign address, see instructions SILVERDALE, WA 98383		

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

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

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

- The books are in the care of ▶ RENEE SCHERTZER
  Telephone No ▶ (360) 698-7227 FAX No ▶
- If the organization does not have an office or place of business in the United States, check this box ▶ [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ______ If this is for the whole group, check this box ▶ [ ] If it is for part of the group, check this box ▶ [ ] and attach a list with the names and EINs of all members the extension is for

4 I request an additional 3-month extension of time until NOVEMBER 15, 2008

5 For calendar year 2007 , or other tax year beginning ______, and ending ______

6 If this tax year is for less than 12 months, check reason. [ ] Initial return [ ] Final return [ ] Change in accounting period

7 State in detail why you need the extension
THE ORGANIZATION IS WAITING FOR INFORMATION FROM THIRD PARTIES AND NEEDS ADDITIONAL TIME IN ORDER TO FILE A COMPLETE AND ACCURATE TAX RETURN.

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

Signature and Verification

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

Signature ▶ Title ▶ CPA Date ▶

723832
04-18-08