

## 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)

2007

Open to Public Inspection

Department of the Treasury  
Internal Revenue Service (77)

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

For the 2007 calendar year, or tax year beginning 7/01, 2007, and ending 6/30, 2008

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  
**Internationals Net. For Public Schools**  
 50 Broadway, Suite 2200  
 New York, NY 10004

D Employer Identification Number

03-0547067

E Telephone number

(212) 868-5180

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 ▶

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

Web site: ▶ www.internationalsnps.org

J Organization type  
(check only one)▶ ☒ 501(c) 3 (insert no.) ☐ 4947(a)(1) or ☐ 527

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.

Gross receipts. Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 1,664,347.

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

1 Contributions, gifts, grants, and similar amounts received

a Contributions to donor advised funds

b Direct public support (not included on line 1a)

c Indirect public support (not included on line 1a)

d Government contributions (grants) (not included on line 1a)

e Total (add lines 1a through 1d) (cash \$ 1,622,353. noncash \$ )

1a

1b

1c

1d

1e 1,622,353.

2 Program service revenue including government fees and contracts (from Part VII, line 93)

3 Membership dues and assessments

4 Interest on savings and temporary cash investments

5 Dividends and interest from securities

6a Gross rents

b Less rental expenses

c Net rental income or (loss). Subtract line 6b from line 6a

7 Other investment income (describe ▶ )

6a

6b

6c

7

8a Gross amount from sales of assets other  
than inventory

b Less cost or other basis and sales expenses

c Gain or (loss) (attach schedule)

d Net gain or (loss). Combine line 8c, columns (A) and (B)

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)

b Less direct expenses other than fundraising expenses

c Net income or (loss) from special events. Subtract line 9b from line 9a

9a

9b

9c

10a Gross sales of inventory, less returns and allowances

b Less cost of goods sold

c Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a

10a

10b

10c

11 Other revenue (from Part VII, line 103)

11 270.

12 Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11

12 1,664,347

13 Program services (from line 44, column (B))

13 1,504,107

14 Management and general (from line 44, column (C))

14 179,460

15 Fundraising (from line 44, column (D))

15 144,519

16 Payments to affiliates (attach schedule)

16

17 Total expenses. Add lines 16 and 44, column (A)

17 1,828,086

18 Excess or (deficit) for the year. Subtract line 17 from line 12

18 -163,739.

19 Net assets or fund balances at beginning of year (from line 73, column (A))

19 3,561,257

20 Other changes in net assets or fund balances (attach explanation)

20

21 Net assets or fund balances at end of year. Combine lines 18, 19, and 20

21 3,397,518

**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 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
<b>22a</b> Grants paid from donor advised funds (attach sch) (cash \$ _____ non-cash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/>	<b>22a</b>			
<b>22b</b> Other grants and allocations (att sch) (cash \$ _____ non-cash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/>	<b>22b</b>			
<b>23</b> Specific assistance to individuals (attach schedule)	<b>23</b>			
<b>24</b> Benefits paid to or for members (attach schedule)	<b>24</b>			
<b>25a</b> Compensation of current officers, directors, key employees, etc. listed in Part V-A	<b>25a</b> 153,090.	107,163.	0.	45,927.
<b>b</b> Compensation of former officers, directors, key employees, etc. listed in Part V-B	<b>25b</b> 0.	0.	0.	0.
<b>c</b> Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)	<b>25c</b> 0.	0.	0.	0.
<b>26</b> Salaries and wages of employees not included on lines 25a, b, and c	<b>26</b> 641,711.	510,148.	102,145.	29,418.
<b>27</b> Pension plan contributions not included on lines 25a, b, and c	<b>27</b>			
<b>28</b> Employee benefits not included on lines 25a - 27	<b>28</b> 66,599.	38,419.	23,373.	4,807.
<b>29</b> Payroll taxes	<b>29</b> 68,154.	45,663.	15,675.	6,816.
<b>30</b> Professional fundraising fees	<b>30</b>			
<b>31</b> Accounting fees	<b>31</b>			
<b>32</b> Legal fees	<b>32</b>			
<b>33</b> Supplies	<b>33</b> 14,235.	13,190.	451.	594.
<b>34</b> Telephone	<b>34</b> 11,575.	9,593.	991.	991.
<b>35</b> Postage and shipping	<b>35</b>			
<b>36</b> Occupancy	<b>36</b> 73,733.	61,064.	6,107.	6,562.
<b>37</b> Equipment rental and maintenance	<b>37</b>			
<b>38</b> Printing and publications	<b>38</b>			
<b>39</b> Travel	<b>39</b> 37,828.	35,327.	384.	2,117.
<b>40</b> Conferences, conventions, and meetings	<b>40</b>			
<b>41</b> Interest	<b>41</b>			
<b>42</b> Depreciation, depletion, etc (attach schedule)	<b>42</b> 5,715.	4,571.	572.	572.
<b>43</b> Other expenses not covered above (itemize)				
<b>a</b> Contracted Services	<b>43a</b> 315,962.	241,765.	28,672.	45,525.
<b>b</b> Insurance	<b>43b</b> 6,447.	5,157.	645.	645.
<b>c</b> Other	<b>43c</b> 10,652.	9,662.	445.	545.
<b>d</b> Program Initiatives	<b>43d</b> 422,385.	422,385.		
<b>e</b>	<b>43e</b>			
<b>f</b>	<b>43f</b>			
<b>g</b>	<b>43g</b>			
<b>44</b> Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B), (C), and (D), carry these totals to lines 13-15)	<b>44</b> 1,828,086.	1,504,107.	179,460.	144,519.

Joint Costs. Check ☐ if you are following SOP 98.2Are 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 1

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) organizations and 4947(a)(1) trusts, but optional for others.)

a See Statement 2

(Grants and allocations \$ ) If this amount includes foreign grants, check here ▸ ☐

1,504,107.

b

(Grants and allocations \$ ) If this amount includes foreign grants, check here ▸ ☐

c

(Grants and allocations \$ ) If this amount includes foreign grants, check here ▸ ☐

d

(Grants and allocations \$ ) If this amount includes foreign grants, check here ▸ ☐

e Other program services

(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) ▸ 1,504,107.

BAA

Form 990 (2007)

**Part IV Balance Sheets** (See the instructions)**Note:** Where required, attached schedules and amounts within the description column should be for end-of-year amounts only

		(A) Beginning of year		(B) End of year
<b>ASSETS</b>	45 Cash — non-interest-bearing		45	
	46 Savings and temporary cash investments	1,555,092.	46	1,546,846.
	47 a Accounts receivable	47 a		
	b Less allowance for doubtful accounts	47 b	47 c	
	48 a Pledges receivable	48 a	2,032,544.	
	b Less allowance for doubtful accounts	48 b		
	49 Grants receivable		49	
	50 a Receivables from current and former officers, directors, trustees, and key employees (attach schedule)		50 a	
	b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)		50 b	
	51 a Other notes and loans receivable (attach schedule)	51 a		
	b Less allowance for doubtful accounts	51 b	51 c	
	52 Inventories for sale or use		52	
	53 Prepaid expenses and deferred charges	19,663.	53	17,417.
	54 a Investments — publicly-traded securities	Cost FMV	54 a	
	b Investments — other securities (attach sch)	Cost FMV	54 b	
55 a Investments — land, buildings, & equipment basis	55 a			
b Less accumulated depreciation (attach schedule)	55 b	55 c		
56 Investments — other (attach schedule)		56		
57 a Land, buildings, and equipment basis	57 a	38,106.		
b Less accumulated depreciation (attach schedule) Statement 3	57 b	9,836.		
58 Other assets, including program-related investments (describe ▶ See Statement 4)		16,545.	58	13,500.
59 <b>Total assets</b> (must equal line 74) Add lines 45 through 58		3,661,544.	59	3,638,577.
<b>LIABILITIES</b>	60 Accounts payable and accrued expenses	100,287.	60	241,059.
	61 Grants payable		61	
	62 Deferred revenue		62	
	63 Loans from officers, directors, trustees, and key employees (attach schedule)		63	
	64 a Tax exempt bond liabilities (attach schedule)		64 a	
	b Mortgages and other notes payable (attach schedule)		64 b	
	65 Other liabilities (describe ▶ )		65	
	66 <b>Total liabilities.</b> Add lines 60 through 65	100,287.	66	241,059.
<b>NET ASSETS OR FUND BALANCES</b>	Organizations that follow SFAS 117, check here ▶ <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74			
	67 Unrestricted	1,331,800.	67	1,267,474.
	68 Temporarily restricted	2,229,457.	68	2,130,044.
	69 Permanently restricted		69	
	Organizations that do not follow SFAS 117, check here ▶ <input type="checkbox"/> and complete lines 70 through 74			
	70 Capital stock, trust principal, or current funds		70	
	71 Paid-in or capital surplus, or land, building, and equipment fund		71	
	72 Retained earnings, endowment, accumulated income, or other funds		72	
	73 <b>Total net assets or fund balances.</b> Add lines 67 through 69 or lines 70 through 72 (Column (A) must equal line 19 and column (B) must equal line 21)	3,561,257.	73	3,397,518.
	74 <b>Total liabilities and net assets/fund balances.</b> Add lines 66 and 73	3,661,544.	74	3,638,577.





**Part VI Other Information (continued)**

		Yes	No
<b>82 a</b>	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?		X
<b>82 b</b>	If 'Yes,' you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.)		
<b>83 a</b>	Did the organization comply with the public inspection requirements for returns and exemption applications?	X	
<b>83 b</b>	Did the organization comply with the disclosure requirements relating to <i>quid pro quo</i> contributions?	X	
<b>84 a</b>	Did the organization solicit any contributions or gifts that were not tax deductible?		X
<b>84 b</b>	If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		N/A
<b>85 a</b>	501(c)(4), (5), or (6) Were substantially all dues nondeductible by members?		N/A
<b>85 b</b>	Did the organization make only in-house lobbying expenditures of \$2,000 or less?		N/A
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.			
<b>85 c</b>	Dues, assessments, and similar amounts from members		N/A
<b>85 d</b>	Section 162(e) lobbying and political expenditures		N/A
<b>85 e</b>	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices		N/A
<b>85 f</b>	Taxable amount of lobbying and political expenditures (line 85d less 85e)		N/A
<b>85 g</b>	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?		N/A
<b>85 h</b>	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?		N/A
<b>86</b>	501(c)(7) organizations Enter a Initiation fees and capital contributions included on line 12		
<b>86 a</b>			N/A
<b>86 b</b>	Gross receipts, included on line 12, for public use of club facilities		N/A
<b>87</b>	501(c)(12) organizations Enter a Gross income from members or shareholders		
<b>87 a</b>			N/A
<b>87 b</b>	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)		N/A
<b>88 a</b>	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If 'Yes,' complete Part IX		X
<b>88 b</b>	At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If 'Yes,' complete Part XI		X
<b>89 a</b>	501(c)(3) organizations Enter Amount of tax imposed on the organization during the year under section 4911 <u>0</u> , section 4912 <u>0</u> , section 4955 <u>0</u>		
<b>89 b</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.		X
<b>89 c</b>	Enter Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958		0
<b>89 d</b>	Enter Amount of tax on line 89c, above, reimbursed by the organization		0
<b>89 e</b>	All organizations At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?		X
<b>89 f</b>	All organizations Did the organization acquire a direct or indirect interest in any applicable insurance contract?		X
<b>89 g</b>	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?		X
<b>90 a</b>	List the states with which a copy of this return is filed <u>NY</u>		
<b>90 b</b>	Number of employees employed in the pay period that includes March 12, 2007 (See instructions.)		13
<b>91 a</b>	The books are in care of <u>The Organization</u> Telephone number <u></u> Located at <u>50 Broadway, Suite 2200 New York NY</u> ZIP + 4 <u>10004</u>		
<b>91 b</b>	At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If 'Yes,' enter the name of the foreign country <u></u>	Yes	No
	See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts		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?

91 c

X

If 'Yes,' enter the name of the foreign country

92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 - Check here

N/A

X

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 & contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings & temporary cash invmnts			14	41,724.	
96 Dividends & 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 pers prop					
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 Other			1	270.	
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))				41,994.	
105 Total (add line 104, columns (B), (D), and (E))					41,994.

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)

N/A

**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

X No

b Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?

Yes

X No

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



**Part XI** Information Regarding Transfers To and From Controlled Entities. Complete only if the organization is a controlling organization as defined in section 512(b)(13).106 Did the reporting organization **make** any transfers to a controlled entity as defined in section 512(b)(13) of the Code? If 'Yes,' complete the schedule below for each controlled entity

Yes	No
	X

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

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

Yes	No
	X

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

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

Yes	No
	X

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	Date
Type or print name and title	

Paid  
Pre-  
parer's  
Use  
Only

Preparer's signature	Date	Check if self employed	Preparer's SSN or PTIN (See General Instruction X)
Firm's name (or yours if self employed)		EIN	Phone no
address and ZIP + 4			

BAA

Form 990 (2007)

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

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

OMB No 1545-0047

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

**2007**

Department of the Treasury  
Internal Revenue Service

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

Name of the organization

Employer identification number

Internationals Net. For Public Schools

03-0547067

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

(See 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 and deferred compensation	(e) Expense account and other allowances
See Statement 6		393,720.	38,864.	0.
Total number of other employees paid over \$50,000	▶	6		

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

(See 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 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 instructions)

Yes No

<b>1</b> 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 <span style="float: right;">▶ \$ <u>N/A</u></span> (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B )	<b>1</b>		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			
<b>2</b> 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 )			
<b>a</b> Sale, exchange, or leasing of property?	<b>2a</b>		X
<b>b</b> Lending of money or other extension of credit?	<b>2b</b>		X
<b>c</b> Furnishing of goods, services, or facilities?	<b>2c</b>		X
<b>d</b> Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?	<b>2d</b>	X	
<b>e</b> Transfer of any part of its income or assets?	<b>2e</b>		X
<b>3a</b> 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 )	<b>3a</b>		X
<b>b</b> Did the organization have a section 403(b) annuity plan for its employees?	<b>3b</b>	X	
<b>c</b> 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	<b>3c</b>		X
<b>d</b> Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?	<b>3d</b>		X
<b>4a</b> Did the organization maintain any donor advised funds? If 'Yes,' complete lines 4b through 4g. If 'No,' complete lines 4f and 4g	<b>4a</b>		X
<b>b</b> Did the organization make any taxable distributions under section 4966?	<b>4b</b>	N/A	
<b>c</b> Did the organization make a distribution to a donor, donor advisor, or related person?	<b>4c</b>	N/A	
<b>d</b> Enter the total number of donor advised funds owned at the end of the tax year			N/A
<b>e</b> Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year			N/A
<b>f</b> 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
<b>g</b> 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 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.)
- 11 a ☒ 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.)
- 11 b ☐ 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 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 ▶					0

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

BAA

Schedule A (Form 990 or 990-EZ) 2007

**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
<b>15</b> Gifts, grants, and contributions received (Do not include unusual grants. See line 28.)	2,049,162	1,490,412	407,260		3,946,834
<b>16</b> Membership fees received					0
<b>17</b> Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose			20,000		20,000
<b>18</b> Gross income from interest, dividends, ams rec'd from payments on securities loans (sec 512(a)(5)), rents, royalties, income from similar sources, and unrelated business taxable income (less sec 511 taxes) from businesses acquired by the organization after June 30, 1975	69,778	24,699			94,477
<b>19</b> Net income from unrelated business activities not included in line 18					0
<b>20</b> Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					0
<b>21</b> The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge.					0
<b>22</b> Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets.					0
<b>23</b> Total of lines 15 through 22	2,118,940	1,515,111	427,260		4,061,311
<b>24</b> Line 23 minus line 17	2,118,940	1,515,111	407,260		4,041,311
<b>25</b> Enter 1% of line 23	21,189	15,151	4,273		

<b>26 Organizations described on lines 10 or 11:</b>	a Enter 2% of amount in column (e), line 24	<b>26a</b>	80,826
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.		<b>26b</b>	3,069,356
c Total support for section 509(a)(1) test. Enter line 24, column (e).		<b>26c</b>	4,041,311
d Add: Amounts from column (e) for lines 18 <u>94,477</u> 19 <u>                    </u>		<b>26d</b>	3,163,833
22 <u>                    </u> 26b <u>3,069,356</u>		<b>26e</b>	877,478
e Public support (line 26c minus line 26d total)		<b>26f</b>	21.71 %
<b>f Public support percentage (line 26e (numerator) divided by line 26c (denominator))</b>			

<b>27 Organizations described on line 12:</b>	N/A
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) _____ (2005) _____ (2004) _____ (2003) _____	
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) _____ (2005) _____ (2004) _____ (2003) _____	
c Add: Amounts from column (e) for lines 15 <u>                    </u> 16 <u>                    </u>	
17 <u>                    </u> 20 <u>                    </u> 21 <u>                    </u>	<b>27c</b>
d Add: Line 27a total _____ and line 27b total _____	<b>27d</b>
e Public support (line 27c total minus line 27d total)	<b>27e</b>
f Total support for section 509(a)(2) test. Enter amount from line 23, column (e)	<b>27f</b>
<b>g Public support percentage (line 27e (numerator) divided by line 27f (denominator))</b>	<b>27g</b>
<b>h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))</b>	<b>27h</b>

**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 instructions.)

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

N/A

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

**Part VI-A Lobbying Expenditures by Electing Public Charities** (See 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 – <div style="display: flex; justify-content: space-between;"> <div> <b>If the amount on line 40 is –</b>            Not over \$500,000            Over \$500,000 but not over \$1,000,000            Over \$1,000,000 but not over \$1,500,000            Over \$1,500,000 but not over \$17,000,000            Over \$17,000,000         </div> <div> <b>The lobbying nontaxable amount is –</b>            20% of the amount on line 40            \$100,000 plus 15% of the excess over \$500,000            \$175,000 plus 10% of the excess over \$1,000,000            \$225,000 plus 5% of the excess over \$1,500,000            \$1,000,000         </div> </div>	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	

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.)

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 non-taxable 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 instructions )

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of

- 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

Yes	No	Amount
	X	
	X	
	X	
	X	
	X	
	X	
	X	
	X	
		0.





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

OMB No. 1545-1709

- ▷ File a separate application for each return

- ☐ If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box.
- ☐ If you are filing for an **Additional (not automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form).

**Do not complete Part II unless** you have already been granted an automatic 3-month extension on a previously filed Form 8868.

**Part I:** Automatic 3-Month Extension of Time. Only submit original (no copies needed)

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

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

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

<b>Type or print</b>  File by the due date for filing your return See instructions	Name of Exempt Organization	Employer identification number
	INTERNATIONALS NETWORK FOR PUBLIC SCHOOL  Number, street, and room or suite number If a P O box, see instructions 50 BROADWAY - SUITE 2200  City, town or post office, state, and ZIP code For a foreign address, see instructions NEW YORK, NY 10004	03-0547067

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

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

- The books are in the care of **▷ THE ORGANIZATION**


Telephone No. ▶ FAX No ▶

- ☐ If the organization does not have an office or place of business in the United States, check this box ☐
- ☐ If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) \_\_\_\_\_. If this is for the whole group, check this box ☐. If it is for part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension will cover.

- 1 I request an automatic 3-month (6 months for a section 501(c) corporation required to file Form 990-T) extension of time until 2/15, 2009, to file the exempt organization return for the organization named above. The extension is for the organization's return for

- ☐ calendar year 20\_\_ or  
☒ tax year beginning 7/01, 20 07, and ending 6/30, 20 08

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

<b>3a</b> If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	<b>3a</b>	\$	0.
<b>b</b> If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	<b>3b</b>	\$	0.
<b>c Balance Due.</b> Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.			
	<b>3c</b>	\$	0

**Caution.** If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

**BAA** For Privacy Act and Paperwork Reduction Act Notice, see instructions.

Form 8868 (Rev 4-2007)

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

**Note.** Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 9868.

• 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

<b>Type or print</b>  File by the extended due date for filing the return. See instructions.	Name of Exempt Organization  <b>Internationals Net. For Public Schools</b>	Employer identification number  <b>03-0547067</b>
	Number, street, and room or suite number. If a P.O. box, see instructions.  <b>50 Broadway, Suite 2200</b>	For IRS use only
	City, town or post office, state, and ZIP code. For a foreign address, see instructions.  <b>New York, NY 10004</b>	

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

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

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

o The books are in care of **The Organization**  
 Telephone No  FAX No   
 o If the organization does not have an office or place of business in the United States, check this box ☐  
 o 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 5/15, 2009  
5 For calendar year     , or other tax year beginning 7/01, 2007, and ending 6/30, 2008  
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 Taxpayer respectfully requests additional time to  
gather information necessary to file a complete and accurate tax return.

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

## Signature and Verification

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

Signature  Title  Date  2-9-09

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

☐ We **have** approved this application. Please attach this form to the organization's return.

☐ We **have not** approved this application. However, we have granted a 10-day grace period from the later of the date shown below or the due date of the organization's return (including any prior extensions). This grace period is considered to be a valid extension of time for elections otherwise required to be made on a timely filed return. Please attach this form to the organization's return.

☐ We **have not** approved this application. After considering the reasons stated in item 7, we cannot grant your request for an extension of time to file. We are not granting a 10-day grace period.

☐ We **cannot consider** this application because it was filed after the extended due date of the return for which an extension was requested.

☐ Other \_\_\_\_\_

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

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

Type or print	Name
	Lederer, Levine & Associates LLC
	Number and street (include suite, room, or apartment number) or a P O box number
	1099 Wall St West Suite 280
	City or town, province or state, and country (including postal or ZIP code)
	Lyndhurst, NJ 07071

Client 10547067

Internationals Net For Public Schools

03-0547067

5/11/09

02 21PM

**Statement 1**  
**Form 990, Part III**  
**Organization's Primary Exempt Purpose**

The International Network For Public Schools, Inc. ("Internationals") was formed to promote quality education for recently arrived immigrants and English language learners by creating, networking and supporting small public high schools based on the Internationals approach in order to enable these students to develop the necessary linguistic, cognitive and cultural skills for success in high school, college and beyond.

**Statement 2**  
**Form 990, Part III, Line a**  
**Statement of Program Service Accomplishments**

Description	Grants and Allocations	Program Service Expenses
<p>Internationals Network has expanded its network of schools with two new strategic initiatives. For the first time, Internationals opened a new school in Oakland, California, its first school outside New York City. In another strategic advance, Internationals has modified its linguistically diverse model with the piloting of Pan American International High School, a school which includes study of both Latin American themes, and Spanish for all students. In September 2007 PAIHS opened in Queens and Spring 2008 the 2nd pilot school was approved to open in the Bronx. Internationals deepened its college readiness program, ran an expanded annual college fair and supported college visits and parent workshops. Major professional development activities aimed at developing faculty capacity included the annual Summer Institute for induction of new teachers, Fall Professional Day and a national Leadership Retreat. New principals receive extensive support from our Principal Mentor program. Our curriculum library has expanded to include over 150 documents. In Spring 2008, I-START, the Internationals Urban Teacher Residency program was designed and initiated. I-START aims to prepare excellent teachers of English Language Learners through a one year apprenticeship with an experienced International High School mentor teacher and 2 years of coursework. In June, 2008, Internationals staff along with principals and teachers from each of the 7 participating schools chose the first cohort of 15 apprentices from 225 applicants.</p>		1,504,107.
Includes Foreign Grants: No		
	\$ 0.	\$ 1,504,107.

2007

## Federal Statements

Page 2

Client 10547067

Internationals Net For Public Schools

03-0547067

5/11/09

02 21PM

Statement 3  
Form 990, Part IV, Line 57  
Land, Buildings, and Equipment

Category	Basis	Accum. Deprec.	Book Value
Furniture and Fixtures	\$ 38,106.	\$ 9,836.	\$ 28,270.
Total	\$ 38,106.	\$ 9,836.	\$ 28,270.

Statement 4  
Form 990, Part IV, Line 58  
Other Assets

SECURITY DEPOSITS	Total	\$ 13,500.
		\$ 13,500.

Statement 5  
Form 990, Part V-A  
List of Officers, Directors, Trustees, and Key Employees

Name and Address	Title and Average Hours Per Week Devoted	Compen- sation	Contri- bution to EBP & DC	Expense Account/ Other
Tammy Battaglino 50 Broadway, Suite 2200 New York, NY 10004	Director 1.00	\$ 0.	\$ 0	\$ 0.
Norma Vega 50 Broadway, Suite 2200 New York, NY 10004	Director 1.00	0.	0.	0.
Michael Pollack 50 Broadway, Suite 2200 New York, NY 10004	Treasurer 1.00	0.	0.	0
Oliver Frankel 50 Broadway, Suite 2200 New York, NY 10004	Chairman 1.00	0.	0.	0.
David Gilberg 50 Broadway, Suite 2200 New York, NY 10004	Director 1.00	0.	0.	0.
Alvin Loshak 50 Broadway, Suite 2200 New York, NY 10004	Director 1.00	0.	0	0.
Joseph Luft 50 Broadway, Suite 2200 New York, NY 10004	Director 1.00	0.	0.	0

5/11/09

02 21PM

Statement 5 (continued)  
Form 990, Part V-A  
List of Officers, Directors, Trustees, and Key Employees

Name and Address	Title and Average Hours Per Week Devoted	Compen- sation	Contri- bution to EBP & DC	Expense Account/ Other
Claire E. Sylvan 50 Broadway, Suite 2200 New York, NY 10004	Executive Direc 35.00	\$ 116,390.	\$ 36,700.	\$ 0.
Lydia Randolph 50 Broadway, Suite 2200 New York, NY 10004	Director 0	0.	0.	0.
Total		\$ 116,390.	\$ 36,700.	\$ 0.

Statement 6  
Schedule A, Part I  
Compensation of Five Highest Paid Employees

Name and Address	Title & Average Hours Worked	Compen- sation	Contribut. EBP & DC	Expense Account
Sharon Lungrin 50 Broadway, Suite 2200 New York, NY 10004	Dir Bus Operati 35.00	99,184.	14,732.	0.
Janine Martyr 50 Broadway, Suite 2200 New York, NY 10004	Associate Ops 35.00	52,404.	6,045.	0.
Camille Rodriguez 50 Broadway, Suite 2200 New York, NY 10004	Dir New Sch Dev 35.00	90,363	1,820.	0.
Daria Witt 50 Broadway, Suite 2200 New York, NY 10004	Dir Acad Affair 35.00	99,769.	6,609.	0.
Carly Fox 50 Broadway, Suite 2200 New York, 10004 10004	CSP 35.00	52,000.	9,658.	0.
Total		\$ 393,720.	\$ 38,864.	\$ 0.

INTERNATIONALS NETWORK FOR PUBLIC SCHOOLS, INC.

FINANCIAL STATEMENTS

FOR THE YEARS ENDED

JUNE 30, 2008 AND 2007

INTERNATIONALS NETWORK FOR PUBLIC SCHOOLS, INC.  
FINANCIAL STATEMENTS  
FOR THE YEARS ENDED  
JUNE 30, 2008 AND 2007

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## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Internationals Network for Public Schools, Inc

We have audited the accompanying statements of financial position of Internationals Network for Public Schools, Inc., ("Internationals") as of June 30, 2008 and 2007, and the related statements of activities, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of Internationals' management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Internationals Network for Public Schools, Inc. as of June 30, 2008 and 2007, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

*Lederer, Levine & Associates, LLC*

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Lederer, Levine & Associates, LLC

New York, NY  
September 23, 2008



**INTERNATIONALS NETWORK FOR PUBLIC SCHOOLS, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**AS OF JUNE 30, 2008 AND 2007**

	<u>2008</u>	<u>2007</u>
<b>ASSETS</b>		
Cash and cash equivalents (Notes B and F)	\$ 1,546,846	\$ 1,555,092
Contributions receivable (Notes B, C and F)	2,032,544	2,055,316
Prepaid expenses	17,417	19,663
Security deposit	13,500	16,545
Property and equipment (Notes B and D)	<u>28,270</u>	<u>14,928</u>
<b>TOTAL ASSETS</b>	<u>\$ 3,638,577</u>	<u>\$ 3,661,544</u>
 <b>LIABILITIES</b>		
Accrued expenses and other payables	\$ <u>241,059</u>	\$ <u>100,287</u>
<b>TOTAL LIABILITIES</b>	<u>241,059</u>	<u>100,287</u>
 <b>Commitments and Contingencies (Note G)</b>		
 <b>NET ASSETS</b>		
Unrestricted	1,267,474	1,331,800
Temporarily restricted (Note E)	<u>2,130,044</u>	<u>2,229,457</u>
<b>TOTAL NET ASSETS</b>	<u>3,397,518</u>	<u>3,561,257</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 3,638,577</u>	<u>\$ 3,661,544</u>

The accompanying notes are an integral part of these financial statements

INTERNATIONALS NETWORK FOR PUBLIC SCHOOLS, INC.  
STATEMENTS OF ACTIVITIES  
FOR THE YEARS ENDED JUNE 30, 2008 AND 2007

	2008		2007	
	Unrestricted	Temporarily Restricted	Total	
				TEMPORARILY RESTRICTED
				UNRESTRICTED
				Total
<b>SUPPORT AND REVENUE</b>				
Contributions (Notes B, C and F)	\$ 588,903	\$ 1,033,450	\$ 1,622,353	\$ 92,383
Interest income	41,724		41,724	68,882
Other income	270		270	
Net assets released from restrictions	1,132,863	(1,132,863)		1,825,814
				(1,825,814)
<b>TOTAL SUPPORT AND REVENUE</b>	<b>1,763,760</b>	<b>(99,413)</b>	<b>1,664,347</b>	<b>1,987,079</b>
				(1,389,918)
				597,161
<b>EXPENSES</b>				
Program services	1,504,107		1,504,107	1,377,363
Management and general	179,460		179,460	166,874
Development	144,519		144,519	86,246
<b>TOTAL EXPENSES</b>	<b>1,828,086</b>		<b>1,828,086</b>	<b>1,630,483</b>
				(1,033,322)
<b>Change in net assets</b>	<b>(64,326)</b>	<b>(99,413)</b>	<b>(163,739)</b>	<b>356,596</b>
<b>Net Assets - Beginning of Year</b>	<b>1,331,800</b>	<b>2,229,457</b>	<b>3,561,257</b>	<b>3,619,375</b>
<b>NET ASSETS - END OF YEAR</b>	<b>\$ 1,267,474</b>	<b>\$ 2,130,044</b>	<b>\$ 3,397,518</b>	<b>\$ 1,331,800</b>
				\$ 2,229,457
				\$ 3,561,257

The accompanying notes are an integral part of these financial statements

INTERNATIONALS NETWORK FOR PUBLIC SCHOOLS, INC.  
STATEMENTS OF FUNCTIONAL EXPENSES  
FOR THE YEARS ENDED JUNE 30, 2008 AND 2007

	2008				2007			
	Program Services	Management and General	Development	Total	Program Services	Management and General	Development	Total
ries	\$ 589,471	\$ 97,209	\$ 71,422	\$ 758,102	\$ 682,794	\$ 44,795	\$ 58,630	\$ 786,219
oll taxes and employee benefits	121,650	33,040	16,763	171,453	145,386	14,599	10,591	170,576
Total Personnel Services	711,121	130,249	88,185	929,555	828,180	59,394	69,221	956,795
rogram initiatives	422,385			422,385	366,551			366,551
essional fees and contracted services	241,765	28,672	45,525	315,962	90,131	62,135	3,512	155,778
rance		6,446		6,446		5,304		5,304
upancy	61,064	6,107	6,562	73,733	39,425	15,020	8,135	62,580
plies	13,190	451	594	14,235	14,415	2,903	1,441	18,759
rel and meals	35,327	384	2,117	37,828	27,551	3,904	2,329	33,784
iphone	9,593	991	991	11,575	6,452	2,114	1,288	9,854
ar	9,662	445	545	10,652	4,658	13,244	320	18,222
reciation		5,715		5,715		2,856		2,856
TOTAL EXPENSES	\$ 1,504,107	\$ 179,460	\$ 144,519	\$ 1,828,086	\$ 1,377,363	\$ 166,874	\$ 86,246	\$ 1,630,483

The accompanying notes are an integral part of these financial statements

**INTERNATIONALS NETWORK FOR PUBLIC SCHOOLS, INC.**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED JUNE 30, 2008 AND 2007**

	<u>2008</u>	<u>2007</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Change in net assets	\$ (163,739)	\$ (1,033,322)
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	5,715	2,856
Changes in operating assets and liabilities		
(Increase) decrease in assets		
Accounts receivable		1,334
Contributions receivable	22,772	1,521,780
Prepaid expenses	2,246	(19,663)
Security deposit	3,045	(12,045)
Increase (decrease) in liabilities		
Accrued expenses and other payables	<u>140,772</u>	<u>28,096</u>
<b>Net Cash Provided by Operating Activities</b>	<u>10,811</u>	<u>489,036</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchases of property and equipment	<u>(19,057)</u>	<u>(11,452)</u>
<b>Net Cash Used by Investing Activities</b>	<u>(19,057)</u>	<u>(11,452)</u>
<b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>	(8,246)	477,584
Cash and cash equivalents - beginning of year	<u>1,555,092</u>	<u>1,077,508</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	\$ <u><u>1,546,846</u></u>	\$ <u><u>1,555,092</u></u>

The accompanying notes are an integral part of these financial statements

**INTERNATIONALS NETWORK FOR PUBLIC SCHOOLS, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2008 AND 2007**

**Note A – Organization and Nature of Activities**

The International Network for Public Schools, Inc ("Internationals") was formed to promote quality education for recently arrived immigrants who are English language learners by creating, networking and supporting small public high schools based on the Internationals approach, in order to enable these students to develop the necessary linguistic, cognitive and cultural skills for success in high school, college and beyond

Internationals, with roots in an unincorporated but structured collaboration among its first schools, originated in 2003 as a program operated by another not-for-profit educational institution, through funding provided by a private foundation. In July 2004, Internationals was incorporated under the General Corporation Law of the State of Delaware. Internationals was granted exemption from federal income tax pursuant to Section 501 (c) (3) of the Internal Revenue Code in May 2005.

**Note B – Summary of Significant Accounting Policies**

**Method of Accounting**

Internationals prepares its financial statements using the accrual basis of accounting. Internationals follows accounting principles generally accepted in the United States of America which include certain specialized requirements set forth in publications of the Financial Accounting Standards Board and the American Institute of Certified Public Accountants.

**Cash and Cash Equivalents**

Internationals considers all highly liquid investments with a maturity of less than three months to be cash equivalents.

**Restricted Contributions**

Contributions are recognized when the donor makes a promise to give to the Internationals that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

**Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

**Property and Equipment**

Property and equipment are stated at cost, less accumulated depreciation and amortization. Internationals capitalizes property and equipment with a useful life of two years or more and a cost of \$1,000 or more. Depreciation and amortization are provided for using the straight line method over the estimated useful lives of the assets.

**Contributions Receivable**

Unconditional promises to give that are expected to be collected in future years have not been discounted to present value as the discount amount is not material to these financial statements.

**INTERNATIONALS NETWORK FOR PUBLIC SCHOOLS, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2008 AND 2007**  
**(continued)**

**Note C – Contributions Receivable**

Contributions receivable at June 30, 2008 and 2007 were due as follows:

	<u>2008</u>	<u>2007</u>
Within one year	\$ 870,880	\$ 999,572
From one to five years	<u>1,161,664</u>	<u>1,055,744</u>
	<u>\$ 2,032,544</u>	<u>\$ 2,055,316</u>

**Note D - Property and Equipment**

Property and equipment consist of the following as of June 30, 2008 and 2007

	<u>2008</u>	<u>2007</u>
Furniture and equipment	\$ 38,106	\$ 19,049
Less: accumulated depreciation	<u>9,836</u>	<u>4,121</u>
	<u>\$ 28,270</u>	<u>\$ 14,928</u>

**Note E – Net Assets**

Temporarily restricted net assets at June 30, 2008 and 2007 were subject to the following restrictions

	<u>2008</u>	<u>2007</u>
Time restrictions only	\$ 1,932,544	\$ 1,925,316
Time and purpose	100,000	130,000
Purpose only	<u>97,500</u>	<u>174,141</u>
	<u>\$ 2,130,044</u>	<u>\$ 2,229,457</u>

**Note F- Concentrations**

- 1) For the year ended June 30, 2008, approximately 75 percent of Internationals' contributions were received from one private foundation. For the year ended June 30, 2007, approximately 47 percent of International's contributions were received from two private foundations.
- 2) Internationals maintains a bank account at a bank which is an institution insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000 per depositor. At June 30, 2008 and 2007, the total uninsured cash balance approximated \$1,447,000 and \$1,603,000, respectively. Management believes that credit risk related to these accounts is minimal.

**Note G – Commitments and Contingencies**

In 2007, the Agency moved and entered into a new lease effective June 2007. Rental expense amounted to approximately \$70,000 and \$53,000 for the years ending June 30, 2008 and 2007, respectively.

Approximate future minimum annual rental commitments under noncancelable lease obligations are as follows:

For the years ended June 30, 2009	\$ 62,000
2010	<u>59,000</u>
	<u>\$ 121,000</u>