# Form 990

## 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)

**Department of the Treasury**

**Internal Revenue Service**

**Open to Public Inspection**

### A For the 2001 calendar year, or tax year beginning 04/01/2001, and ending 03/31/2002

<table>
<thead>
<tr>
<th>C Name of organization</th>
<th>490000 SOMTH ECONOMIC EDUCATION, INC</th>
</tr>
</thead>
<tbody>
<tr>
<td>D Employer identification number</td>
<td>13-60696960</td>
</tr>
<tr>
<td>E Telephone number</td>
<td>(914) 591-7230</td>
</tr>
<tr>
<td>F Accounting method</td>
<td>Accrual</td>
</tr>
<tr>
<td>G Web site</td>
<td></td>
</tr>
<tr>
<td>H Check if applicable for a group return for affiliates</td>
<td>No</td>
</tr>
<tr>
<td>I Are all affiliates included?</td>
<td>Yes</td>
</tr>
<tr>
<td>J Organization type (check only one)</td>
<td>501(c)(3)</td>
</tr>
<tr>
<td>K Check here if the organization gross receipts are normally not more than $25,000</td>
<td>No</td>
</tr>
</tbody>
</table>

### L Gross receipts

<table>
<thead>
<tr>
<th>Part</th>
<th>Revenue, Expenses, and Changes in Net Assets or Fund Balances (See Specific Instructions on page 16)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Contributions, gifts, grants, and similar amounts received</td>
</tr>
<tr>
<td>a</td>
<td>Direct public support</td>
</tr>
<tr>
<td>b</td>
<td>Indirect public support</td>
</tr>
<tr>
<td>c</td>
<td>Government contributions (grants)</td>
</tr>
<tr>
<td>d</td>
<td>Total (add lines 1a through 1c) (cash $) (noncash $)</td>
</tr>
<tr>
<td>2</td>
<td>Program service revenue including government fees and contracts (from Part VII, line 93)</td>
</tr>
<tr>
<td>3</td>
<td>Membership dues and assessments</td>
</tr>
<tr>
<td>4</td>
<td>Interest on savings and temporary cash investments</td>
</tr>
<tr>
<td>5</td>
<td>Dividends and interest from securities</td>
</tr>
<tr>
<td>6</td>
<td>Gross rents</td>
</tr>
<tr>
<td>7</td>
<td>Other investment income (describe)</td>
</tr>
</tbody>
</table>

### Net Assets or Fund Balances

<table>
<thead>
<tr>
<th>STMT 3</th>
<th>STMT 4</th>
</tr>
</thead>
</table>

For Paperwork Reduction Act Notice, see the separate instructions

Form 990 (2001)
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 Specific Instructions on page 21

<table>
<thead>
<tr>
<th>Do not include amounts reported on line 6b, 6d, 9b, 10b, or 16 of Part I</th>
<th>(A) Total</th>
<th>(B) Program services</th>
<th>(C) Management and general</th>
<th>(D) Fundraising</th>
</tr>
</thead>
<tbody>
<tr>
<td>22 Grants and allocations (attach schedule)</td>
<td>14,671</td>
<td>14,671</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(cash $ 11,671, noncash $)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>23 Specific assistance to individuals (attach schedule)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>24 Benefits paid to or for members (attach schedule)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>25 Compensation of officers, directors, etc</td>
<td>273,605</td>
<td>158,691</td>
<td>65,665</td>
<td>49,249</td>
</tr>
<tr>
<td>26 Other salaries and wages</td>
<td>523,790</td>
<td>303,798</td>
<td>125,710</td>
<td>94,282</td>
</tr>
<tr>
<td>27 Pension plan contributions</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>28 Other employee benefits</td>
<td>2,691</td>
<td>1,561</td>
<td>646</td>
<td>484</td>
</tr>
<tr>
<td>29 Payroll taxes</td>
<td>98,926</td>
<td>57,377</td>
<td>23,742</td>
<td>17,807</td>
</tr>
<tr>
<td>30 Professional fundraising fees</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>31 Accounting fees</td>
<td>7,626</td>
<td>4,423</td>
<td>1,830</td>
<td>1,373</td>
</tr>
<tr>
<td>32 Legal fees</td>
<td>3,110</td>
<td>1,804</td>
<td>746</td>
<td>560</td>
</tr>
<tr>
<td>33 Supplies</td>
<td>79,200</td>
<td>45,936</td>
<td>19,008</td>
<td>14,256</td>
</tr>
<tr>
<td>34 Telephone</td>
<td>38,793</td>
<td>22,500</td>
<td>9,310</td>
<td>6,983</td>
</tr>
<tr>
<td>35 Postage and shipping</td>
<td>136,405</td>
<td>79,115</td>
<td>32,737</td>
<td>24,553</td>
</tr>
<tr>
<td>36 Occupancy</td>
<td>31,345</td>
<td>18,180</td>
<td>7,523</td>
<td>5,642</td>
</tr>
<tr>
<td>37 Equipment rental and maintenance</td>
<td>145,927</td>
<td>84,638</td>
<td>35,022</td>
<td>26,267</td>
</tr>
<tr>
<td>38 Printing and publications</td>
<td>246,533</td>
<td>142,989</td>
<td>59,168</td>
<td>44,376</td>
</tr>
<tr>
<td>39 Travel</td>
<td>72,161</td>
<td>41,853</td>
<td>17,319</td>
<td>12,989</td>
</tr>
<tr>
<td>40 Conferences, conventions, and meetings</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>41 Interest</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>42 Depreciation depletion etc (attach schedule)</td>
<td>40,690</td>
<td>23,600</td>
<td>9,766</td>
<td>7,324</td>
</tr>
<tr>
<td>43 Other expenses not covered above (attach)</td>
<td>752,593</td>
<td>436,504</td>
<td>180,623</td>
<td>135,466</td>
</tr>
<tr>
<td>(A) Total</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(B) Program services</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(C) Management and general</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(D) Fundraising</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Total functional expenses (add lines 22 through 43)

Organizations completing columns (B)-(D), carry these totals to lines 13-15

<table>
<thead>
<tr>
<th>(A) Total</th>
<th>(B) Program services</th>
<th>(C) Management and general</th>
<th>(D) Fundraising</th>
</tr>
</thead>
<tbody>
<tr>
<td>2,468,066</td>
<td>1,437,640</td>
<td>588,815</td>
<td>441,611</td>
</tr>
</tbody>
</table>

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

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

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

Part III Statement of Program Service Accomplishments (See Specific Instructions on page 24)

What is the organization's primary exempt purpose?

ECONOMIC EDUCATION

Organizations must consider their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that cannot be measured (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).

a ECONOMIC EDUCATION - THE DISSEMINATION, BOTH WRITTEN AND ORAL, OF THE RESULTS OF RESEARCH AND STUDY IN THE FIELD OF ECONOMICS AND THE RELATED BRANCHES OF SOCIAL SCIENCE

(Grants and allocations $ 14,671) 935,138

b FEE SCHOOL - WEEKEND AND EXTENDED SEMINARS PROMOTING THE PHILOSOPHY OF FREE MARKET ECONOMICS AND THE IMPORTING OF GENERAL EDUCATION RELATING TO ECONOMIC FREEDOM

(Grants and allocations $ 502,502)

c Other program services (attach schedule)
(Grants and allocations $)

d Other program services (attach schedule)
(Grants and allocations $)

e Other program services (attach schedule)
(Grants and allocations $)

f Total of Program Service Expenses (should equal line 44, column (B), Program services) $ 1,437,640
### Form 990 (Part IV) Balance Sheets

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

<table>
<thead>
<tr>
<th>Assets</th>
<th>Beginning of year</th>
<th>End of year</th>
</tr>
</thead>
<tbody>
<tr>
<td>45 Cash - non-interest-bearing</td>
<td>1,173,017</td>
<td>1,700</td>
</tr>
<tr>
<td>46 Savings and temporary cash investments</td>
<td>48</td>
<td>530,024</td>
</tr>
<tr>
<td>47a Accounts receivable</td>
<td>23,429</td>
<td></td>
</tr>
<tr>
<td>47b Less allowance for doubtful accounts</td>
<td>383,818</td>
<td>23,429</td>
</tr>
<tr>
<td>48a Pledges receivable</td>
<td>48</td>
<td></td>
</tr>
<tr>
<td>48b Less allowance for doubtful accounts</td>
<td>48</td>
<td></td>
</tr>
<tr>
<td>49 Grants receivable</td>
<td>49</td>
<td></td>
</tr>
<tr>
<td>50 Receivables from officers, directors, trustees, and key employees (attach schedule)</td>
<td>50</td>
<td></td>
</tr>
<tr>
<td>51a Other notes and loans receivable (attach schedule)</td>
<td>51a</td>
<td></td>
</tr>
<tr>
<td>51b Less allowance for doubtful accounts</td>
<td>51b</td>
<td></td>
</tr>
<tr>
<td>52 Inventories for sale or use</td>
<td>NONE</td>
<td>263,833</td>
</tr>
<tr>
<td>53 Prepaid expenses and deferred charges</td>
<td>STMT 7</td>
<td>96,697</td>
</tr>
<tr>
<td>54 Investments - securities (attach schedule)</td>
<td>STMT 8</td>
<td>Cost: 4,100,902</td>
</tr>
<tr>
<td>55a Investments - land, buildings, and equipment basis</td>
<td>55a</td>
<td></td>
</tr>
<tr>
<td>55b Less accumulated depreciation (attach schedule)</td>
<td>55b</td>
<td></td>
</tr>
<tr>
<td>56 Investments - other (attach schedule)</td>
<td>56</td>
<td></td>
</tr>
<tr>
<td>57a Land, buildings, and equipment basis</td>
<td>1,802,773</td>
<td>57a</td>
</tr>
<tr>
<td>57b Less accumulated depreciation (attach schedule)</td>
<td>57b</td>
<td></td>
</tr>
<tr>
<td>58 Other assets (describe STMT 9)</td>
<td>NONE</td>
<td>58</td>
</tr>
<tr>
<td>60 Accounts payable and accrued expenses</td>
<td>177,479</td>
<td>123,571</td>
</tr>
<tr>
<td>61 Grants payable</td>
<td>61</td>
<td></td>
</tr>
<tr>
<td>62 Deferred revenue</td>
<td>STMT 10</td>
<td>40,000</td>
</tr>
<tr>
<td>63 Loans from officers, directors, trustees, and key employees (attach schedule)</td>
<td>63</td>
<td></td>
</tr>
<tr>
<td>64a Tax-exempt bond liabilities (attach schedule)</td>
<td>64a</td>
<td></td>
</tr>
<tr>
<td>64b Mortgages and other notes payable (attach schedule)</td>
<td>64b</td>
<td></td>
</tr>
<tr>
<td>65 Other liabilities (describe STMT 11)</td>
<td>NONE</td>
<td>65</td>
</tr>
<tr>
<td>66 Total liabilities (add lines 60 through 65)</td>
<td>217,479</td>
<td>430,611</td>
</tr>
</tbody>
</table>

**Liabilities:**

| 67 Unrestricted | 3,633,594 | 3,459,198 |
| 68 Temporarily restricted | 254,019 | 194,473 |
| 69 Permanently restricted | 2,150,895 | 2,476,168 |

**Organizations that follow SFAS 117, check here □ and complete lines 67 through 69 and lines 73 and 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 |

**Organizations that do not follow SFAS 117, check here □ and complete lines 70 through 74:**

| 73 Total net assets or fund balances (add lines 67 through 69 OR lines 70 through 72) | 6,038,508 | 6,129,839 |
| 74 Total liabilities and net assets or fund balances (add lines 66 and 73) | 6,255,987 | 6,560,450 |

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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.
Part IV-A
Reconciliation of Revenue per Audited Financial Statements with Revenue per Return (See Specific Instructions, page 26)

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Net unrealized gains on investments</td>
<td>$367,349</td>
</tr>
<tr>
<td>(2) Donated services and use of facilities</td>
<td>$</td>
</tr>
<tr>
<td>(3) Recoveries of prior year grants</td>
<td>$</td>
</tr>
<tr>
<td>(4) Other (specify)</td>
<td>$</td>
</tr>
</tbody>
</table>

Add amounts on lines (1) through (4) ► $367,349

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

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1) Investment expenses</td>
<td>$</td>
</tr>
<tr>
<td>(2) Other (specify)</td>
<td>$</td>
</tr>
</tbody>
</table>

Total expenses per line 12, Form 990 $64,018

Part V
List of Officers, Directors, Trustees, and Key Employees (List each one even if not compensated; see Specific Instructions on page 26)

<table>
<thead>
<tr>
<th>Name and address</th>
<th>Title and average hours per week devoted to position</th>
<th>Compensation (If not paid, enter -0-)</th>
<th>Contributions to employee benefit plans &amp; deferred compensation</th>
<th>Expense account and other allowances</th>
</tr>
</thead>
<tbody>
<tr>
<td>DR. DONALD BOUDREAUX</td>
<td>PRESIDENT</td>
<td>36,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td>IRVINGTON-ON-HUDSON, NY</td>
<td>40</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>DR. MARK SROUSEN</td>
<td>PRESIDENT</td>
<td>50,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td>IRVINGTON-ON-HUDSON, NY</td>
<td>40</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>STEFAN SPATH</td>
<td>EXECUTIVE DIRECTOR</td>
<td>43,542</td>
<td></td>
<td></td>
</tr>
<tr>
<td>IRVINGTON-ON-HUDSON, NY</td>
<td>40</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>DEBRA NILSON</td>
<td>CONTROLLER</td>
<td>59,844</td>
<td></td>
<td></td>
</tr>
<tr>
<td>RIDGEFIELD, CT</td>
<td>40</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>JIM KOSTRAVA</td>
<td>VP-EXT RELATIONS</td>
<td>84,219</td>
<td></td>
<td></td>
</tr>
<tr>
<td>SANFORD MI</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

SEE STATEMENT 17

75 Did any officer, director, trustee, or key employee receive aggregate compensation of more than $100,000 from your organization and all related organizations, of which more than $10,000 was provided by the related organizations? □ Yes □ No

If "Yes," attach schedule - see Specific Instructions on page 27
Part VI  Other information (See Specific Instructions on page 27)  

76  Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity.  

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.  

78a  Did the organization have unrelated business gross income of $1,000 or more during the year covered by this return?  

b If "Yes," has it filed a tax return on Form 990-T for this year?  

79  Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement.  

80a  Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?  

b If "Yes," enter the name of the organization and check whether it is exempt or nonexempt.  

81a  Enter direct or indirect political expenditure. See line 81 instructions.  

b Did the organization file Form 1120-POL for this year?  

82a  Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?  

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).  

83a  Did the organization comply with the public inspection requirements for returns and exemption applications?  

b Did the organization comply with the disclosure requirements relating to quid pro quo contributions?  

84a  Did the organization solicit any contributions or gifts that were not tax deductible?  

b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?  

85  501(c)(4), (5), or (6) organizations. Were substantially all dues nondeductible by members?  

a Did the organization make only in-house lobbying expenditures of $2,000 or less?  

b 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  

d Section 162(e) lobbying and political expenditures  

e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices  

f Taxable amount of lobbying and political expenditures (line 85d less 85e)  

g Does the organization elect to pay the section 6033(e) tax on the amount in 85f?  

h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount in 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?  

86  501(c)(7) orgs Enter initiation fees and capital contributions included on line 12.  

b Gross receipts, included on line 12, for public use of club facilities  

87  501(c)(12) orgs Enter gross income from members or shareholders.  

b Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them).  

88  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.  

89a  501(c)(3) organizations Enter amount of tax imposed on the organization during the year under section 4911  

b 501(c)(3) and 501(c)(4) orgs Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction.  

c Enter amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958.  

d Enter amount of tax on line 89c, above, reimbursed by the organization.  

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

b Number of employees employed in the pay period that includes March 12, 2001 (See instructions).  

91  The books are in care of  

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.  

JSA 

11041 2 000  

Form 990 (2001)
### Part VII  Analysis of Income-Producing Activities (See Specific Instructions on page 32)

#### Note
Enter gross amounts unless otherwise indicated.

<table>
<thead>
<tr>
<th>(A) Business code</th>
<th>(B) Amount</th>
<th>(C) Exclusion code</th>
<th>(D) Amount</th>
<th>(E) Related or exempt function income</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>HONORARIA INCOME</strong></td>
<td></td>
<td></td>
<td></td>
<td>2,150</td>
</tr>
<tr>
<td><strong>PROGRAM SERVICE REVENUE</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>MEDICARE/MEDICAID PAYMENTS</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>FEES AND CONTRACTS FROM GOVERNMENT AGENCIES</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>MISCELLANEOUS</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>BOOK ROYALTY INCOME</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>ADVERTISING</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>S-CORPORATION INC</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>SUBTOTAL (ADD COLUMNS (B), (D), AND (E))</strong></td>
<td>451211</td>
<td>188,330</td>
<td>277,566</td>
<td>24,696</td>
</tr>
<tr>
<td><strong>TOTAL (ADD LINE 104, COLUMNS (B), (D), AND (E))</strong></td>
<td></td>
<td></td>
<td>667,848</td>
<td></td>
</tr>
</tbody>
</table>

### Part VIII  Relationship of Activities to the Accomplishment of Exempt Purposes (See Specific Instructions on page 32)

- **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).**

- **98 102**
  - **INCOME FROM SPEECHES ALLOWS ORGANIZATION TO EDUCATE PUBLIC**
  - **PUBLISHING OF ECONOMICS BOOKS IS A MEANS FOR EDUCATING THE PUBLIC**

### Part IX  Information Regarding Taxable Subsidiaries and Disregarded Entities (See Specific Instructions on page 33)

<table>
<thead>
<tr>
<th>(A) Name, address, and EIN of corporation, partnership, or disregarded entity</th>
<th>(B) Percentage of ownership interest</th>
<th>(C) Nature of activities</th>
<th>(D) Total Income</th>
<th>(E) End of year assets</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>%</td>
<td>%</td>
<td>%</td>
<td>%</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### Part X  Information Regarding Transfers Associated with Personal Benefit Contracts (See Specific Instructions on page 33)

- **(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**

---

**Sign Here**

**Prepared by**

**Paid Preparer's Use Only**

**Form 990 (2001)**

---

**JSA**

1E1050 2000

**TG3016 K927 02/17/2003 10.58 59 V01-7**
**Organization Exempt Under Section 501(c)(3)**

(Except Private Foundation) and Section 501(e), 501(f), 501(k), 501(n), or Section 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

### Part I

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

<table>
<thead>
<tr>
<th>Name and address</th>
<th>Title and average hours per week devoted to position</th>
<th>Compensation</th>
<th>Contributions to employee benefit plans &amp; deferred compensation</th>
<th>Expense account and other allowances</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sheldon Richman, Conway, AR</td>
<td>President/CEO</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Beth Hoffman, Bound Brook, NJ</td>
<td>Managing Editor</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Greg Rehake, Irvington-on-Hudson, NY</td>
<td>Director/CEO</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Total number of other employees paid over $50,000: **None**

### Part II

**Compensation of the Five Highest Paid Independent Contractors for Professional Services**

<table>
<thead>
<tr>
<th>Name and address</th>
<th>Type of service</th>
<th>Compensation</th>
</tr>
</thead>
<tbody>
<tr>
<td>PEMCOR, INC (Sowers)</td>
<td>Printing / Design</td>
<td>235,775</td>
</tr>
<tr>
<td>Lebanon, PA</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sonrist Prop &amp; Bldg Mgmt</td>
<td>Bldg Mgmt &amp; Maint</td>
<td>74,484</td>
</tr>
<tr>
<td>Irvington-on-Hudson, NY</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Harvard Club</td>
<td></td>
<td></td>
</tr>
<tr>
<td>New York, New York</td>
<td>Catering</td>
<td>67,981</td>
</tr>
</tbody>
</table>

Total number of others receiving over $50,000 for professional services: **None**
Part III. Statements About Activities (See page 2 of the instructions)

1. During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities \( \$ \) \( \text{NONE} \) (Must equal amount on line 38, Part VI-A, or line 1 or Part VI-B )
   - Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes," must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities

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?
   - b. Lending of money or other extension of credit?
   - c. Furnishing of goods, services, or facilities?
   - d. Payment of compensation (or payment or reimbursement of expenses if more than $1,000)?
   - e. Transfer of any part of its income or assets?

3. During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities \( \$ \) \( \text{NONE} \) (Must equal amount on line 38, Part VI-A, or line 1 or Part VI-B )
   - Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes," must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities

4. Do you have a section 403(b) annuity plan for your employees?

Note: Attach a statement to explain how the organization determines that individuals or organizations receiving grants or loans from it in furtherance of its charitable programs "quality" to receive payments.

Part IV. Reason for Non-Private Foundation Status (See pages 3 through 6 of the instructions)

The organization is not a private foundation because it is (Please check only ONE applicable box)

- A church, convention of churches, or association of churches Section 170(b)(1)(A)(i)
- A school Section 170(b)(1)(A)(ii)
- A hospital or a cooperative hospital service organization Section 170(b)(1)(A)(iii)
- A Federal, state, or local government or governmental unit Section 170(b)(1)(A)(iv)
- A medical research organization operated in conjunction with a hospital Section 170(b)(1)(A)(v)
- An organization operated for the benefit of a college or university owned or operated by a governmental unit Section 170(b)(1)(A)(vi)
- 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)(vii)
- 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)(viii)
- 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)(ix)
- 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)(x)
- An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in (1) lines 5 through 12 above, or (2) section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2) (See section 509(a)(3)).

Provide the following information about the supported organizations (See page 5 of the instructions)

(a) Name(s) of supported organization(s)

(b) Line number from above

14. An organization organized and operated to test for public safety Section 509(a)(4) (See page 6 of the instructions)
### Part IV-A Support Schedule

**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)

<table>
<thead>
<tr>
<th>Line</th>
<th>(a) 2000</th>
<th>(b) 1999</th>
<th>(c) 1998</th>
<th>(d) 1997</th>
<th>(e) Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>15 Gifts, grants, and contributions received (Do not include unusual grants. See line 26)</td>
<td>3,754,002</td>
<td>1,650,899</td>
<td>2,751,344</td>
<td>1,108,895</td>
<td>9,265,140</td>
</tr>
<tr>
<td>16 Membership fees received</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>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</td>
<td>97,911</td>
<td>111,125</td>
<td>152,144</td>
<td>167,615</td>
<td>528,795</td>
</tr>
<tr>
<td>18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>19 Net income from unrelated business activities not included in line 18</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>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.</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>22 Other income (Attach a schedule Do not include gain or (loss) from sale of capital assets)</td>
<td>STMT 15</td>
<td>12,472</td>
<td>19,149</td>
<td>17,880</td>
<td>17,844</td>
</tr>
<tr>
<td>23 Total of lines 15 through 22</td>
<td>4,084,892</td>
<td>1,908,430</td>
<td>3,433,549</td>
<td>1,560,695</td>
<td>10,987,566</td>
</tr>
<tr>
<td>24 Line 23 minus line 17</td>
<td>3,986,981</td>
<td>1,797,355</td>
<td>3,281,405</td>
<td>1,393,808</td>
<td>10,458,771</td>
</tr>
<tr>
<td>25 Enter 1% of line 23</td>
<td>40,849</td>
<td>19,084</td>
<td>34,335</td>
<td>15,607</td>
<td></td>
</tr>
<tr>
<td>26 Organizations described on lines 10, 11, or 12</td>
<td>a Enter 2% of amount in column (e), line 24</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>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 1997 through 2000 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>c Total support for section 509(a)(1) test Enter line 24, column (e)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>d Add Amounts from column (e) for lines 15, 19</td>
<td>1,126,286</td>
<td>26b</td>
<td>2,465,087</td>
<td></td>
</tr>
<tr>
<td></td>
<td>e Public support (line 26c minus line 26d total)</td>
<td>67,345</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>f Public support percentage (line 26e numerator divided by line 26e denominator)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

#### 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.

**NOT APPLICABLE**

|------|--------|--------|--------|--------|
| 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 11, 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.

|------|--------|--------|--------|--------|

| c Add Amounts from column (e) for lines 15, 16 | | | | |
| d Add Line 27a total and line 27b total | | | | |
| e Public support (line 27a total minus line 27d total) | | | | |
| f Total support for section 509(a)(2) test Enter amount on line 23, column (e) | | | | |
| g Public support percentage (line 27e numerator divided by line 27e denominator) | | | | |
| h Investment income percentage (line 18, column (e) numerator divided by line 27f denominator) | | | | |

#### 28 Unusual Grants

For an organization described in line 10, 11, or 12 that received any unusual grants during 1997 through 2000, prepare a list for your records to show for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15.
## Part V

**Private School Questionnaire** (See page 7 of the instructions)

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

<table>
<thead>
<tr>
<th>Question</th>
<th>Yes</th>
<th>No</th>
</tr>
</thead>
<tbody>
<tr>
<td>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?</td>
<td></td>
<td></td>
</tr>
<tr>
<td>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?</td>
<td></td>
<td></td>
</tr>
<tr>
<td>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?</td>
<td></td>
<td></td>
</tr>
<tr>
<td>32. Does the organization maintain the following:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>a. Records indicating the racial composition of the student body, faculty, and administrative staff?</td>
<td>32a</td>
<td></td>
</tr>
<tr>
<td>b. Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?</td>
<td>32b</td>
<td></td>
</tr>
<tr>
<td>c. Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?</td>
<td>32c</td>
<td></td>
</tr>
<tr>
<td>d. Copies of all material used by the organization or on its behalf to solicit contributions?</td>
<td>32d</td>
<td></td>
</tr>
<tr>
<td>33. Does the organization discriminate by race in any way with respect to</td>
<td></td>
<td></td>
</tr>
<tr>
<td>a. Students' rights or privileges?</td>
<td>33a</td>
<td></td>
</tr>
<tr>
<td>b. Admissions policies?</td>
<td>33b</td>
<td></td>
</tr>
<tr>
<td>c. Employment of faculty or administrative staff?</td>
<td>33c</td>
<td></td>
</tr>
<tr>
<td>d. Scholarships or other financial assistance?</td>
<td>33d</td>
<td></td>
</tr>
<tr>
<td>e. Educational policies?</td>
<td>33e</td>
<td></td>
</tr>
<tr>
<td>f. Use of facilities?</td>
<td>33f</td>
<td></td>
</tr>
<tr>
<td>g. Athletic programs?</td>
<td>33g</td>
<td></td>
</tr>
<tr>
<td>h. Other extracurricular activities?</td>
<td>33h</td>
<td></td>
</tr>
<tr>
<td>34a. Does the organization receive any financial aid or assistance from a governmental agency?</td>
<td>34a</td>
<td></td>
</tr>
<tr>
<td>34b. Has the organization's right to such aid ever been revoked or suspended?</td>
<td>34b</td>
<td></td>
</tr>
<tr>
<td>35. Does the organization certify that it has complied with the applicable requirements of sections 401 through 405 of Rev. Proc. 75-50, 1975-2 C B 587, covering racial nondiscrimination? If &quot;No,&quot; attach an explanation.</td>
<td>35</td>
<td></td>
</tr>
</tbody>
</table>
### Part VI-A  Lobbying Expenditures by Electing Public Charities

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

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

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 11 of the instructions)

<table>
<thead>
<tr>
<th>Lobbying Expenditures During 4-Year Averaging Period</th>
<th>(a) 2001</th>
<th>(b) 2000</th>
<th>(c) 1999</th>
<th>(d) 1998</th>
<th>(e) Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Calendar year (or fiscal year beginning in)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>45 Lobbying nontaxable amount</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>46 Lobbying ceiling amount</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(150% of line 45(e))</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>47 Total lobbying expenditures</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Grassroots nontaxable amount</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>48 Grassroots nontaxable amount</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(150% of line 48(e))</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>49 Grassroots lobbying</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>50 expenditures</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### Part VI-B Lobbying Activity by Nonelecting Public Charities

(Not applicable)

(For reporting only by organizations that did not complete Part VI-A)
### Part VII: Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations

(See page 12 of the instructions)

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?

**a** Transfers from the reporting organization to a noncharitable exempt organization of

<p>| | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>(i) Cash</td>
<td>$</td>
</tr>
<tr>
<td>(ii) Other assets</td>
<td>$</td>
</tr>
</tbody>
</table>

**b** Other transactions

<p>| | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>(i) Sales or exchanges of assets with a noncharitable exempt organization</td>
<td>$</td>
</tr>
<tr>
<td>(ii) Purchases of assets from a noncharitable exempt organization</td>
<td>$</td>
</tr>
<tr>
<td>(iii) Rental of facilities, equipment, or other assets</td>
<td>$</td>
</tr>
<tr>
<td>(iv) Reimbursement arrangements</td>
<td>$</td>
</tr>
<tr>
<td>(v) Loans or loan guarantees</td>
<td>$</td>
</tr>
<tr>
<td>(vi) Performance of services or membership or fundraising solicitations</td>
<td>$</td>
</tr>
<tr>
<td>(vii) Sharing of facilities, equipment, mailing lists, other assets, or paid employees</td>
<td>$</td>
</tr>
</tbody>
</table>

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.

<table>
<thead>
<tr>
<th>(a) Line no</th>
<th>(b) Amount involved</th>
<th>(c) Name of noncharitable exempt organization</th>
<th>(d) Description of transfers, transactions, and sharing arrangements</th>
</tr>
</thead>
<tbody>
<tr>
<td>N/A</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
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<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### 52a

Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527?

- [ ] Yes
- [x] No

**b** If "Yes," complete the following schedule.

<table>
<thead>
<tr>
<th>(a) Name of organization</th>
<th>(b) Type of organization</th>
<th>(c) Description of relationship</th>
</tr>
</thead>
<tbody>
<tr>
<td>N/A</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
**FOUNDATION FOR ECONOMIC EDUCATION, INC.**

**13-6006960**

---

**FORM 990, PART I - SPECIAL FUNDRAISING EVENTS AND ACTIVITIES**

<table>
<thead>
<tr>
<th>DESCRIPTION</th>
<th>GROSS REVENUE</th>
<th>DIRECT EXPENSES</th>
<th>NET INCOME</th>
</tr>
</thead>
<tbody>
<tr>
<td>DONOR RETREAT</td>
<td>109,368.</td>
<td>122,959.</td>
<td>-13,591.</td>
</tr>
<tr>
<td>TOTALS</td>
<td>=109,368.</td>
<td>=122,959.</td>
<td>=-13,591.</td>
</tr>
</tbody>
</table>

---

**STATEMENT 2 TG3016 K927 02/15/2003 19:08:48 V01-7**
## FORM 990, PART I - OTHER INCREASES IN FUND BALANCES

<table>
<thead>
<tr>
<th>DESCRIPTION</th>
<th>AMOUNT</th>
</tr>
</thead>
<tbody>
<tr>
<td>UNREALIZED GAINS</td>
<td>367,349</td>
</tr>
<tr>
<td>TRANSFER OF LFE EQUITY</td>
<td>222,484</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td>589,833</td>
</tr>
</tbody>
</table>

---

**Foundation for Economic Education, Inc**

13-6006960
<table>
<thead>
<tr>
<th>DESCRIPTION</th>
<th>AMOUNT</th>
</tr>
</thead>
<tbody>
<tr>
<td>PRIOR PERIOD ADJUSTMENTS</td>
<td>24,685</td>
</tr>
<tr>
<td>TOTAL</td>
<td></td>
</tr>
<tr>
<td></td>
<td>24,685</td>
</tr>
</tbody>
</table>

 FORM 990, PART I - OTHER DECREASES IN FUND BALANCES

Foundation for Economic Education, Inc
### Foundation for Economic Education, Inc.

**Form 990, Part II - Grants and Allocations Paid During the Year**

<table>
<thead>
<tr>
<th>Recipient Name and Address</th>
<th>Relationship to Substantial Contributor</th>
<th>Foundation Status of Recipient</th>
<th>Purpose of Grant or Contribution</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Washington State University</td>
<td>None</td>
<td>Exempt</td>
<td>Educational</td>
<td>6,338</td>
</tr>
<tr>
<td>Village of Irvington</td>
<td>None</td>
<td>Exempt</td>
<td>Educational</td>
<td>6,333</td>
</tr>
</tbody>
</table>

**Total Contributions Paid**: 14,671
### FORM 990, PART II - OTHER EXPENSES

<table>
<thead>
<tr>
<th>DESCRIPTION</th>
<th>TOTAL</th>
<th>PROGRAM SERVICES</th>
<th>MANAGEMENT AND GENERAL</th>
<th>FUNDRAISING</th>
</tr>
</thead>
<tbody>
<tr>
<td>INSURANCE - GENERAL LIABILITY</td>
<td>2,974</td>
<td>1,725</td>
<td>714.</td>
<td>535</td>
</tr>
<tr>
<td>PURCHASED SERVICES</td>
<td>180,001</td>
<td>104,401.</td>
<td>43,200.</td>
<td>32,400</td>
</tr>
<tr>
<td>PROFESSIONAL FEES</td>
<td>265,481</td>
<td>153,979.</td>
<td>63,715</td>
<td>47,787</td>
</tr>
<tr>
<td>INSURANCE - OTHER</td>
<td>15,351</td>
<td>8,904.</td>
<td>3,684</td>
<td>2,763</td>
</tr>
<tr>
<td>OTHER TAXES &amp; LICENSES</td>
<td>1,684.</td>
<td>977.</td>
<td>404.</td>
<td>303</td>
</tr>
<tr>
<td>BANK SERVICE CHARGES</td>
<td>10,846</td>
<td>6,291.</td>
<td>2,603</td>
<td>1,952</td>
</tr>
<tr>
<td>TRAINING</td>
<td>9,245.</td>
<td>5,362.</td>
<td>2,219</td>
<td>1,664</td>
</tr>
<tr>
<td>OTHER EQUIPMENT EXPENSE</td>
<td>4,379.</td>
<td>2,540.</td>
<td>1,051</td>
<td>788</td>
</tr>
<tr>
<td>GIFTS &amp; DONATIONS</td>
<td>2,899.</td>
<td>1,681.</td>
<td>696.</td>
<td>522</td>
</tr>
<tr>
<td>MISCELLANEOUS EXPENSES</td>
<td>12,879</td>
<td>7,468.</td>
<td>3,092</td>
<td>2,319</td>
</tr>
<tr>
<td>PROMOTIONS / MARKETING / ADVER</td>
<td>6,772.</td>
<td>3,928.</td>
<td>1,625</td>
<td>1,219</td>
</tr>
<tr>
<td>DUES / MEMBERSHIPS / SUBSCRIPT</td>
<td>4,358.</td>
<td>2,528.</td>
<td>1,046</td>
<td>784</td>
</tr>
<tr>
<td>LFB SELLING EXPENSES</td>
<td>42,345</td>
<td>24,560.</td>
<td>10,163</td>
<td>7,622</td>
</tr>
<tr>
<td>LFB ADMIN EXPENSES</td>
<td>105,858</td>
<td>61,398.</td>
<td>25,406</td>
<td>19,054</td>
</tr>
<tr>
<td>LFB OTHER EXPENSES</td>
<td>87,521</td>
<td>50,762.</td>
<td>21,005</td>
<td>15,754</td>
</tr>
<tr>
<td><strong>TOTALS</strong></td>
<td>752,593</td>
<td>436,504.</td>
<td>180,623</td>
<td>135,466</td>
</tr>
<tr>
<td>Description</td>
<td>Ending Book Value</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>-------------------</td>
<td>-------------------</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Prepaid Expenses</td>
<td>49,150</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accrued Interest</td>
<td>53,626</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deposits</td>
<td>1,672</td>
<td></td>
<td></td>
<td></td>
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<tr>
<td><strong>Totals</strong></td>
<td><strong>104,448</strong></td>
<td></td>
<td></td>
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</tr>
<tr>
<td>DESCRIPTION</td>
<td>ENDING BOOK VALUE</td>
<td></td>
<td></td>
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</tr>
<tr>
<td>-----------------------------------</td>
<td>-------------------</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>MUTUAL FUNDS</td>
<td>22,952.</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>COMMON STOCKS</td>
<td>2,474,440.</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>METALCRAFT OF MAYVILLE</td>
<td>1,393,896.</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>US GOVT OBLIGATIONS</td>
<td>233,579.</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>STOCKS, BONDS, MUTUAL FUNDS</td>
<td>909,227.</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>TOTALS</td>
<td>5,034,094.</td>
<td></td>
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</tr>
</tbody>
</table>
### FORM 990, PART IV - OTHER ASSETS

<table>
<thead>
<tr>
<th>DESCRIPTION</th>
<th>ENDING BOOK VALUE</th>
</tr>
</thead>
<tbody>
<tr>
<td>MISC ASSETS</td>
<td>5,667.</td>
</tr>
<tr>
<td>TOTALS</td>
<td>5,667.</td>
</tr>
<tr>
<td>DESCRIPTION</td>
<td></td>
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<tr>
<td>-------------</td>
<td></td>
</tr>
<tr>
<td>DEFERRED REVENUE</td>
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</table>

<table>
<thead>
<tr>
<th>ENDING BOOK VALUE</th>
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</thead>
<tbody>
<tr>
<td>TOTALS</td>
</tr>
<tr>
<td>130,837</td>
</tr>
</tbody>
</table>

130,837.
<table>
<thead>
<tr>
<th>DESCRIPTION</th>
<th>BOOK VALUE</th>
</tr>
</thead>
<tbody>
<tr>
<td>ACCRUED UBIT TAXES</td>
<td>78,000.</td>
</tr>
<tr>
<td>DUE TO CUSTOMERS</td>
<td>27,773.</td>
</tr>
<tr>
<td>BOOK CLUB BALANCE</td>
<td>70,410.</td>
</tr>
<tr>
<td>MISC LIABILITIES</td>
<td>20.</td>
</tr>
<tr>
<td><strong>TOTALS</strong></td>
<td><strong>176,203.</strong></td>
</tr>
</tbody>
</table>

**STATEMENT 11**

**FOUNDATION FOR ECONOMIC EDUCATION, INC**

**FORM 990, PART IV - OTHER LIABILITIES**

---

**END**

**DESCRIPTION**

---

ACCRUED UBIT TAXES
DUE TO CUSTOMERS
BOOK CLUB BALANCE
MISC LIABILITIES

**BOOK VALUE**

78,000.
27,773.
70,410.
20.

**TOTALS**

176,203.

---
## FORM 990, PART IV-A - OTHER REVENUE ON RETURN BUT NOT ON BOOKS

<table>
<thead>
<tr>
<th>DESCRIPTION</th>
<th>AMOUNT</th>
</tr>
</thead>
<tbody>
<tr>
<td>RECLASS SPECIAL EVENT EXPENSES</td>
<td>-122,959.</td>
</tr>
<tr>
<td>RECLASS COGS</td>
<td>-117,291</td>
</tr>
<tr>
<td>DONATED DIVISION OPERATIONS</td>
<td>304,268</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>64,018.</strong></td>
</tr>
</tbody>
</table>

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**STATEMENT**
### FORM 990, PART IV-B - OTHER EXPENSES ON RETURN BUT NOT ON BOOKS

<table>
<thead>
<tr>
<th>DESCRIPTION</th>
<th>AMOUNT</th>
</tr>
</thead>
<tbody>
<tr>
<td>RECLASS SPECIAL EVENT EXPENSES</td>
<td>-122,959</td>
</tr>
<tr>
<td>RECLASS COGS</td>
<td>-117,291</td>
</tr>
<tr>
<td>DONATED DIVISION OPERATIONS</td>
<td>269,287</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>29,037</strong></td>
</tr>
</tbody>
</table>

STATEMENT 13
SCHEDULE A, PART III - EXPLANATION FOR LINE 2D

SEE FORM 990, PART V

LAWRENCE REED, A TRUSTEE, RECEIVED $4,900 FOR WRITING A RECURRING COLUMN IN THE ORGANIZATION'S MONTHLY JOURNAL.
<table>
<thead>
<tr>
<th></th>
<th></th>
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<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>OTHER INCOME</td>
<td>12,472</td>
<td>19,149</td>
<td>17,880</td>
<td>17,844</td>
<td>67,345</td>
</tr>
<tr>
<td>TOTALS</td>
<td>12,472</td>
<td>19,149</td>
<td>17,880</td>
<td>17,844</td>
<td>67,345</td>
</tr>
</tbody>
</table>
## Fixed Assets

### 3/31/2002

<table>
<thead>
<tr>
<th>Asset Type</th>
<th>Cost @ 03/31/2001</th>
<th>Additions</th>
<th>Deletions</th>
<th>Cost @ 03/31/2002</th>
</tr>
</thead>
<tbody>
<tr>
<td>Land</td>
<td>109,122 00</td>
<td></td>
<td></td>
<td>109,122 00</td>
</tr>
<tr>
<td>Buildings &amp; Improvements</td>
<td>891,724 00</td>
<td>19,142 00</td>
<td></td>
<td>910,866 00</td>
</tr>
<tr>
<td>Equipment</td>
<td>597,463 00</td>
<td>77,758 00</td>
<td></td>
<td>675,221 00</td>
</tr>
<tr>
<td>Vehicles</td>
<td>28,676 00</td>
<td>14,031 00</td>
<td></td>
<td>42,707 00</td>
</tr>
<tr>
<td>LFB Fixed Assets</td>
<td></td>
<td>64,857 00</td>
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<td>64,857 00</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>1,626,985 00</strong></td>
<td><strong>175,788 00</strong></td>
<td></td>
<td><strong>1,802,773 00</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Asset Type</th>
<th>Total Depreciation @ 03/31/01</th>
<th>Total Expense</th>
<th>Total Retirements</th>
<th>Total Depreciation @ 3/31/02</th>
</tr>
</thead>
<tbody>
<tr>
<td>Land</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Buildings &amp; Improvements</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Equipment</td>
<td></td>
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</tr>
<tr>
<td>Vehicles</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>LFB Fixed Assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>(606,672 00)</strong></td>
<td><strong>(40,690 00)</strong></td>
<td></td>
<td><strong>(1,205,518 00)</strong></td>
</tr>
</tbody>
</table>

**Foundation for Economic Education**

**Statement 16**
FOUNDATION FOR ECONOMIC EDUCATION INC.
BOARD OF TRUSTEES
(MAY 2002)

Edward Barr (Shirley)
2241 Chancery Lane
Oakville, Ontario L6J 5Z1
(B)905-842-2200; (F)905-842-2898
(H)905-844-7921 (HF)905-338-1319
(Fla 954-463-8243) (Fla Fax954-524-4318
Email EdwardBarr@compuserve.com

Tom Bassett (Kathie)
51 Crestwood Drive
Clayton, MO 63105
(B)314-234-9844 (F)314-727-9113
(H)314-727-9112
E-mail: tom@circlez.net

Henry Bonner
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P O Box 503
Southport, CT 06490
(H)203-255-1897 (F) 203-256-0549
Lake Placid#518-523-3065

Lloyd Buchanan
55 Putnam Park
Greenwich, CT 06830
(H)203-629-0094 (B)212-635-1911
E-mail: Lbuchanan@bankoffny.com

Frederick C. Foote(Theresa)
5820 Shoeman Road
Haslett, MI 48840
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(B)517-333-7707 (BF)517-337-8513
E-mail ffoote@fnac-usa.com

Bettina Greaves
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E-mail bbgreaves@aol.com

Dan Grossman
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Washington, DC 20037
(H)202-965-2270 (F)202-333-4057
E-mail: Dangrossman@yahoo.com

David Humphreys (Debra)
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220 West 4th Street
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(B) 800-641-4691 X2338
(F)800-841-1925
E-mail DavidHumphreys@tamko.com

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E-mail walterlecroy@sprintmail.com

Roy Marden
Manager Industry Affairs
Philip Morris Companies, Inc
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New York, NY 10017
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(BF)917-663-5467
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Kris A. Mauren (Joni)
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Grand Rapids, MI 49503
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(H)616-452-8348

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(H)713-782-0881 (B)713-782-4727
E-mail: PaigeKM@compuserve.com

Jane Orient, M.D.
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Suite #9
Tucson, AZ 85716
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(F)520-326-3529
E-mail: 71161.1263@compuserve.com

Tom Palmer
CATO Institute
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Washington, D.C. 20001
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E-mail: tpalmer@cato.org
E-mail: tomgr@mplant.com

Lovett C. Peters (Ruthie)
81 Old Orchard Road
Chestnut Hill, MA 02467
(H)617-566-3774
(B)617-723-2277 (BF)617-723-1880
E-mail: Lpeters@pioneerinstitute.org

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Rich & Rich
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E-mail: AndreaRich@laissezfairebooks.com

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(H)914-591-8083
E-mail: Mskousen@fee.org
E-mail: Mskousen@aol.com

Mark Spangler
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Souderton, PA 18964
(H)215-799-0807
E-mail: Mspangler@comcast.net

Sally Von Behren
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Naples, FL 34102
(H)941-649-1891 (F)941-649-0128
(Dallas Tel&Fax) 214-368-1054
E-mail: svonhalap@worldnet.att.net

Bruce Yandle (Dot)
Alumni Professor
Dept of Economics
Sirrine Hall
Clemson University
Clemson, SC 29634-1330
(B)94-656-8979 (BF)864-656-4532
(H)864-654-8979
E-mail: Yandle@clemson.edu
Guillermo M. Yeatts
Laprida 2919, of 9
(B1642FTG) San Isidro
Buenos Aires
ARGENTINA
(B) 011*5411-473-53553
E-mail: gmyeatts@dka.net.ar
Application for Extension of Time to File an Exempt Organization Return

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

**Note:** Form 990-T corporations requesting an automatic 6-month extension — check this box and complete Part I only.

All other corporations (including Form 990-C filers) must use Form 7004 to request an extension of time to file income tax returns. Partnerships, REMICs, and trusts must use Form 8736 to request an extension of time to file Form 1065, 1066, or 1041.

Form 8868 (12-2000) 8A8 For Paperwork Reduction Act Notice, see instructions

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

   - [X] Form 990
   - [ ] Form 990-BL
   - [ ] Form 990-EZ
   - [ ] Form 990-PF
   - [ ] Form 990-T (corporation)
   - [ ] Form 990-T (Section 401(a) or 408(a) trust)
   - [ ] Form 5227
   - [ ] Form 5690
   - [ ] Form 6070
   - [ ] Form 2220

2. **Check box if the organization does not have an office or place of business in the United States.**

3. **If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any refundable credits.**

4. **If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made.**

5. **Balance Due:** Subtract line 3a from line 3b. Include any prior year overpayment allowed as a credit.

6. **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 and that I am authorized to prepare this form.**

   **Signature**

   **Date**

   **BAA:** For Paperwork Reduction Act Notice, see instructions

   **Form 8868 (12-2000)**
Form 8868

Application for Extension of Time to File an Exempt Organization Return

(December 2000)

Department of the Treasury
Internal Revenue Service

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).

Note: 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)

Note: Form 990-T corporators requesting an automatic 6-month extension — check this box and complete Part I only.

All other corporations (including Form 990 C filers) must use Form 7004 to request an extension of time to file income tax returns. Partnerships, REMICs, and trusts must use Form 8736 to request an extension of time to file Form 1065, 1066, or 1041.

Type or print

Name of Exempt Organization

FOUNDATION FOR ECONOMIC EDUCATION, INC

Employer identification number

13-6006950

File by the
due date for
filing your
return

30 SOUTB BROADWAY

INTEGRITY, NY 10533

City or town or P.O. Box for a foreign address see instructions

State ZIP Code

IRVING

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

X Form 990

Form 990-B

Form 990-PF

Form 990-PL

Form 990-EZ

Form 990-T (corporation)

Form 990-T (Section 401(a) or 408(a) trust)

Form 990-T (trust other than above)

Form 990-PL

Form 1041 A

Form 4720

Form 5227

Form 6069

Form 8870

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 extension of time until 11/15/2002 to file the exempt organization return for the organization named above. The extension is for the organization's calendar year

□ calendar year 2002 or


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

3a. If this application is for Form 990-B, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.

3b. 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.

3c. Balance Due. 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.

$0

Signature and Verification

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 and that I am authorized to prepare this form.

Signature □

Date □

BAA For Paperwork Reduction Act Notice, see instructions.

Form 8868 (12/2000)