

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)

2002

Department of the Treasury
Internal Revenue Service

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

Open to Public Inspection

A For the 2002 calendar year, or tax year beginning and ending

B Check if applicable

Address change
 Name change
 Initial return
 Final return
 Amended return
 Application pending

C Name of organization
THE INSTITUTE ON RELIGION & DEMOCRACY, INC
 Number and street (or P.O. box if mail is not delivered to street address) Room/suite
1110 VERMONT AVE, NW 1180
 City or town State or country ZIP + 4
WASHINGTON DC 20005

D Employer identification number
52-1265221

E Telephone number
(202) 969-8430

F Accounting method Cash Accrual
 Other (specify) _____

G Web site: **www.ird-renew.org**

J ORGANIZATION TYPE (check only one) 501(c) (3) (insert no) 4947(a)(1) OR 527

K Check here if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS, but if the organization received a Form 990 Package in the mail, it should file a return without financial data. **SOME STATES REQUIRE A COMPLETE RETURN**

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 **852,985**

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 **N/A**
 H(c) Are all affiliates included? **N/A** 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 Enter 4-digit GEN **N/A**

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

Revenue, Expenses, and Changes in Net Assets or Fund Balances (See page 17 of the instructions)			
1	Contributions, gifts, grants, and similar amounts received		
a	Direct public support	1a	823,909
b	Indirect public support	1b	
c	Government contributions (grants)	1c	
d	TOTAL (add lines 1a through 1c) (cash \$ <u>823,909</u> noncash \$ _____)	1d	823,909
2	Program service revenue including government fees and contracts (from Part VII, line 93)	2	
3	Membership dues and assessments	3	
4	Interest on savings and temporary cash investments	4	1,612
5	Dividends and interest from securities	5	
6 a	Gross rents	6a	20,080
b	Less rental expenses	6b	
c	Net rental income or (loss) (subtract line 6b from line 6a)	6c	20,080
7	Other investment income (describe _____)	7	
8 a	Gross amount from sales of assets other than inventory	(A) Securities	(B) Other
b	Less cost or other basis and sales expenses	8a	
c	Gain or (loss) (attach schedule)	8b	
d	Net gain or (loss) (combine line 8c, columns (A) and (B))	8c	
9	Special events and activities (attach schedule)	8d	
a	Gross revenue (not including contributions reported on line 1a) of _____	9a	
b	Less direct expenses other than fundraising expenses	9b	
c	Net income or (loss) from special events (subtract line 9b from line 9a)	9c	
10 a	Gross sales of inventory, less returns and allowances	10a	
b	Less cost of goods sold	10b	
c	Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)	10c	
11	Other revenue (from Part VII, line 103)	11	7,384
12	TOTAL REVENUE (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)	12	852,985
13	Program services (from line 44, column (B))	13	899,315
14	Management and general (from line 44, column (C))	14	37,056
15	Fundraising (from line 44, column (D))	15	69,087
16	Payments to affiliates (attach schedule)	16	
17	TOTAL EXPENSES (add lines 16 and 44, column (A))	17	1,005,458
18	Excess or (deficit) for the year (subtract line 17 from line 12)	18	-152,473
19	Net assets or fund balances at beginning of year (from line 73, column (A))	19	413,003
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	260,530

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Part I

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 page 21 of the instructions.)

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22	Grants and allocations (attach schedule) (cash \$ 4,895 noncash \$)	4,895	4,895		
23	Specific assistance to individuals (attach schedule)				
24	Benefits paid to or for members (attach schedule)				
25	Compensation of officers, directors, etc	102,214	88,896	5,144	8,174
26	Other salaries and wages	217,834	189,452	10,962	17,420
27	Pension plan contributions	8,488	7,382	427	679
28	Other employee benefits	35,389	30,778	1,781	2,830
29	Payroll taxes	26,365	22,930	1,327	2,108
30	Professional fundraising fees				
31	Accounting fees	4,850		4,850	
32	Legal fees				
33	Supplies	7,506	6,660	300	546
34	Telephone	20,023	19,104	339	580
35	Postage and shipping	235,026	222,780	1,083	11,163
36	Occupancy	84,525	73,479	4,177	6,869
37	Equipment rental and maintenance	10,970	9,429	520	1,021
38	Printing and publications	147,480	134,283	537	12,660
39	Travel	16,298	15,416	222	660
40	Conferences, conventions, and meetings	22,889	20,300	442	2,147
41	Interest				
42	Depreciation, depletion, etc (attach schedule)	7,028	6,286	259	483
43	Other expenses not covered above (itemize) a INSURANCE	5,281	4,587	179	515
b	DUES & SUBSCRIPTIONS	13,666	12,143	547	976
c	MISCELLANEOUS	7,005	2,789	3,960	256
d	CONSULTANTS	27,726	27,726		
e					
f					
44	TOTAL FUNCTIONAL EXPENSES (add lines 22 through 43) ORGANIZATIONS COMPLETING COLUMNS (B)-(D) CARRY THESE TOTALS TO LINES 13-15	1,005,458	899,315	37,056	69,087

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 \$ 69,257, (ii) the amount allocated to Program services \$ 51,941,
 (iii) the amount allocated to Management and general \$, and (iv) the amount allocated to Fundraising \$ 17,316

Part II

Statement of Program Service Accomplishments (See page 24 of the instructions.)

Program Service Expenses

What is the organization's primary exempt purpose? RELIGIOUS FREEDOM AND DEMOCRACY

Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts but optional for others.)

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.)

a				
	(Grants and allocations \$)			
b				
	(Grants and allocations \$)			
c				
	(Grants and allocations \$)			
d				
	(Grants and allocations \$)			
e	Other program services (attach schedule)	(Grants and allocations \$	4,895)	899,315
f	TOTAL OF PROGRAM SERVICE EXPENSES (should equal line 44, column (B), Program services)			899,315

Balance Sheets (See page 24 of the instructions)

		(A) Beginning of year		(B) End of year
Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only				
Assets	45 Cash - non-interest-bearing	300	45	300
	46 Savings and temporary cash investments	197,970	46	235,233
	47 a Accounts receivable	47a		
	b Less allowance for doubtful accounts	47b	47c	
	48 a Pledges receivable	48a		
	b Less allowance for doubtful accounts	48b	48c	
	49 Grants receivable	234,212	49	33,078
	50 Receivables from officers, directors, trustees, and key employees (attach schedule)		50	
	51 a Other notes and loans receivable (attach schedule)	51a		
	b Less allowance for doubtful accounts	51b	51c	
	52 Inventories for sale or use		52	
	53 Prepaid expenses and deferred charges	4,700	53	2,543
	54 Investments - securities (attach schedule) <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV	2,872	54	
	55 a Investments - land, buildings, and equipment basis	55a		
	b Less accumulated depreciation (attach schedule)	55b	55c	
56 Investments - other (attach schedule)		56		
57 a Land, buildings, and equipment basis	57a 71,598			
b Less accumulated depreciation (attach schedule)	57b 50,288	57c		
58 Other assets (describe <input type="checkbox"/> SECURITY DEPOSIT)	6,767	58	6,767	
59 TOTAL ASSETS (add lines 45 through 58) (must equal line 74)	469,065	59	299,231	
Liabilities	60 Accounts payable and accrued expenses	58,062	60	38,701
	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)		64a	
	b Mortgages and other notes payable (attach schedule)		64b	
	65 Other liabilities (describe <input type="checkbox"/>)		65	
66 TOTAL LIABILITIES (add lines 60 through 65)	58,062	66	38,701	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74			
	67 Unrestricted	360,226	67	213,252
	68 Temporarily restricted	49,277	68	43,778
	69 Permanently restricted	3,500	69	3,500
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74			
	70 Capital stock, trust principal, or current funds		70	
	71 Paid-in or capital surplus, or land, building, and equipment fund		71	
	72 Retained earnings, endowment, accumulated income, or other funds		72	
73 TOTAL NET ASSETS OR FUND BALANCES (add lines 67 through 69 OR lines 70 through 72, column (A) MUST equal line 19, column (B) MUST equal line 21)	413,003	73	260,530	
74 TOTAL LIABILITIES AND NET ASSETS / FUND BALANCES (add lines 66 and 73)	469,065	74	299,231	

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.

Other Information (See page 27 of the instructions)		Yes	No
76	Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity	76	X
77	Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes	77	X
78 a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?	78a	X
b	If "Yes," has it filed a tax return on FORM 990-T for this year?	N/A	78b
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79	X
80 a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?	80a	X
b	If "Yes," enter the name of the organization: _____ and check whether it is <input type="checkbox"/> exempt OR <input type="checkbox"/> nonexempt	81a	NONE
81 a	Enter direct or indirect political expenditures See line 81 instructions	81a	NONE
b	Did the organization file FORM 1120-POL for this year?	81b	X
82 a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	82a	X
b	If "Yes," you may indicate the value of these items here Do not include this amount as revenue in Part I or as an expense in Part II (See instructions in Part III)	82b	N/A
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?	83a	X
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	83b	X
84 a	Did the organization solicit any contributions or gifts that were not tax deductible?	84a	X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	N/A	84b
85	501(c)(4), (5), or (6) organizations a Were substantially all dues nondeductible by members?	N/A	85a
b	Did the organization make only in-house lobbying expenditures of \$2,000 or less? 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	N/A	85b
c	Dues, assessments, and similar amounts from members	N/A	85c
d	Section 162(e) lobbying and political expenditures	N/A	85d
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	N/A	85e
f	Taxable amount of lobbying and political expenditures (line 85d less 85e)	N/A	85f
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	N/A	85g
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	N/A	85h
86	501(c)(7) orgs Enter a Initiation fees and capital contributions included on line 1: N/A	86a	
b	Gross receipts, included on line 12, for public use of club facilities	N/A	86b
87	501(c)(12) orgs Enter a Gross income from members or shareholders	N/A	87a
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	87b
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	88	X
89 a	501(c)(3) organizations Enter Amount of tax imposed on the organization during the year under section 4911 ▶ NONE, section 4912 ▶ NONE, section 4955 ▶ NONE		
b	501(c)(3) and 501(c)(4) orgs Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction	89b	X
c	Enter Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958	▶ NONE	
d	Enter Amount of tax on line 89c, above, reimbursed by the organization	▶ NONE	
90 a	List the states with which a copy of this return is filed ▶ DISTRICT OF COLUMBIA		
b	Number of employees employed in the pay period that includes March 12, 2002 (See instructions)	90b	9
91	The books are in care of ▶ THE INSTITUTE Telephone no ▶ (203) 969-8430 Located at ▶ INSTITUTE ADDRESS PAGE 1 ZIP + 4 ▶ 20005		
92	Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of FORM 1041 - Check here and enter the amount of tax-exempt interest received or accrued during the tax year	92	N/A

Part V Analysis of Income-Producing Activities (See page 31 of the instructions)

Note: Enter gross amounts unless otherwise indicated

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
93 Program service revenue					
a					
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	1,612	
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate					
a debt-financed property					
b not debt-financed property			16	20,080	
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue					6,116
a MISCELLANEOU					
b SALE OF LITERATURE					1,268
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))				21,692	7,384
105 TOTAL (add line 104, columns (B), (D), and (E))					29,076

Note: Line 105 plus line 1d, Part I, should equal the amount on line 12, Part I

Part VI Relationship of Activities to the Accomplishment of Exempt Purpose (See page 32 of 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)
103(a)	REFUNDS AND REIMBURSEMENTS OF OPERATING EXPENSES
103(b)	SALE OF BOOKS AND PERIODICALS PROMOTING THE EXEMPT PURPOSE OF THE INSTITUTE

Part VII Information Regarding Taxable Subsidiaries and Disregarded Entities (See page 32 of 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

Part VIII Information Regarding Transfers Associated with (See page 32 of the instructions)

(a) Did the organization, during the year, receive any funds, directly or indirectly...
 (b) Did the organization, during the year, pay premiums, directly or indirectly...
 Note: If "Yes" to (b), file Form 8870 AND Form 4720 (see instructions)

Please Sign Here
 Under penalties of perjury, I declare that I have examined this return and believe it is true, correct, and complete. Declaration of preparer (other than the taxpayer) is based on all information of which the preparer has any knowledge.
 Signature of officer: *[Signature]*
 Type or print name and title:

Paid Preparer's Use Only
 Preparer's signature: *[Signature]* Date:
 Firm's name (or your individual name if self-employed), address and ZIP + 4:
 JJ SCHMELZLE & CO, P C
 SILVER SPRING, MD 20904

Part II

Statements About Activities (See page 2 of the instructions)

Yes No

1 During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities \$ _____ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B)

1 X

Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes," must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities

2 During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is "Yes," attach a detailed statement explaining the transactions)

a Sale, exchange, or leasing of property?

2a X

b Lending of money or other extension of credit?

2b X

c Furnishing of goods, services, or facilities?

2c X

d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?

SEE PART V FORM 990

2d X

e Transfer of any part of its income or assets?

2e X

3 Does the organization make grants for scholarships, fellowships, student loans, etc ? (See NOTE below)

3 X

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

4 X

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 "qualify" to receive payments

Part III

Reason for Non-Private Foundation Status (See pages 3 through 5 of the instructions)

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 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 5 of the instructions)

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) 2001	(b) 2000	(c) 1999	(d) 1998	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants See line 28)	868,052	758,600	807,520	895,858	3,330,030
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose	22,507	4,005	4,826	7,355	38,693
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	4,737	15,059	6,034	7,279	33,109
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income Attach a schedule Do not include gain or (loss) from sale of capital assets					
23 Total of lines 15 through 22	895,296	777,664	818,380	910,492	3,401,832
24 Line 23 minus line 17	872,789	773,659	813,554	903,137	3,363,139
25 Enter 1% of line 23	8,953	7,777	8,184	9,105	
26 ORGANIZATIONS DESCRIBED ON LINES 10 OR 11 ■ Enter 2% of amount in column (e), line 24					26a
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 1998 through 2001 exceeded the amount shown in line 26a DO NOT FILE THIS LIST WITH YOUR RETURN Enter the total of all these excess amounts					26b
c Total support for section 509(a)(1) test Enter line 24, column (e)					26c
d Add Amounts from column (e) for lines 18 _____ 19 _____ 22 _____ 26b _____					26d
e Public support (line 26c minus line 26d total)					26e
f PUBLIC SUPPORT PERCENTAGE (LINE 26E (NUMERATOR) DIVIDED BY LINE 26C (DENOMINATOR))					26f
27 ORGANIZATIONS DESCRIBED ON LINE 12 ■ 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					
(2001) <u>325,788</u> (2000) <u>320,000</u> (1999) <u>375,000</u> (1998) <u>403,000</u>					
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					
(2001) <u>19,488</u> (2000) _____ (1999) _____ (1998) _____					
c Add Amounts from column (e) for lines 15 <u>3,330,030</u> 16 _____ 17 <u>38,693</u> 20 _____ 21 _____					27c 3,368,723
d Add Line 27a total <u>1,423,788</u> and line 27b total <u>19,488</u>					27d 1,443,276
e Public support (line 27c total minus line 27d total)					27e 1,925,447
f Total support for section 509(a)(2) test Enter amount from line 23, column (e)					27f 3,401,832
g PUBLIC SUPPORT PERCENTAGE (LINE 27E (NUMERATOR) DIVIDED BY LINE 27F (DENOMINATOR))					27g 56.60%
h INVESTMENT INCOME PERCENTAGE (LINE 18, COLUMN (E) (NUMERATOR) DIVIDED BY LINE 27F (DENOMINATOR))					27h 0.97%
28 UNUSUAL GRANTS For an organization described in line 10, 11, or 12 that received any unusual grants during 2001, 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					



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)

		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?	32a	
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b	
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c	
d	Copies of all material used by the organization or on its behalf to solicit contributions?	32d	
If you answered "No" to any of the above, please explain (If you need more space, attach a separate statement)			
33	Does the organization discriminate by race in any way with respect to		
a	Students' rights or privileges?	33a	
b	Admissions policies?	33b	
c	Employment of faculty or administrative staff?	33c	
d	Scholarships or other financial assistance?	33d	
e	Educational policies?	33e	
f	Use of facilities?	33f	
g	Athletic programs?	33g	
h	Other extracurricular activities?	33h	
If you answered "Yes" to any of the above, please explain (If you need more space, attach a separate statement)			
34 a	Does the organization receive any financial aid or assistance from a governmental agency?	34a	
b	Has the organization's right to such aid ever been revoked or suspended?	34b	
If you answered "Yes" to either 34a or b, please explain using an attached statement			
35	Does the organization certify that it has complied with the applicable requirements of sections 4 01 through 4 05 of Rev Proc 75-50, 1975-2 C B 587, covering racial nondiscrimination? If "No," attach an explanation	35	



Lobbying Expenditures by Electing Public Charities (See page 9 of the instructions)
 (To be completed ONLY by an eligible organization that filed Form 5768)

N/A

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

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

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

4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below
 See the instructions for lines 45 through 50 on page 11 of the instructions)

Calendar year (or fiscal year beginning in)	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 2002	(b) 2001	(c) 2000	(d) 1999	(e) Total
45	Lobbying nontaxable amount				
46	Lobbying ceiling amount (150% of line 45(e))				
47	Total lobbying expenditures				
48	Grassroots nontaxable amount				
49	Grassroots ceiling amount (150% of line 48(e))				
50	Grassroots lobbying expenditures				



Lobbying Activity by Nonelecting Public Charities (For reporting only by organizations that did not complete Part VI-A) (See page 11 of the instructions)

N/A

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

- 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)

Yes	No	Amount

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

Line 57 (990) - Land, buildings, and equipment

Land Only (net of any amortization)		Land (net of any amortization)	
		Beginning	End
1	-----		
2	-----		
3	-----		
4	-----		
5	-----		
6	-----		
7	-----		
8	-----		
9	-----		
10	-----		
Total land (net of any amortization)			

Buildings and equipment Only		Buildings and equipment		Accumulated depreciation	
		Beginning	End	Beginning	End
1	LEASEHOLD IMPROVEMENTS	1,687	1,687	422	759
2	FURNISHINGS & FIXTURES	15,952	17,771	13,085	12,582
3	MACHINERY & EQUIPMENT	40,221	43,362	24,096	29,328
4	SOFTWARE	8,778	8,778	6,791	7,619
5	-----				
6	-----				
7	-----				
8	-----				
9	-----				
10	-----				
Total buildings and equipment		66,638	71,598	44,394	50,288

Buildings and equipment (less accumulated depreciation) 22,244 21,310

Total land, buildings and equipment Beginning of Year End of Year
22,244 21,310

THE INSTITUTE ON RELIGION & DEMOCRACY, INC.
EIN 52-1265221
FORM 990
DECEMBER 31, 2002

Part II, Line 42 - Depreciation

Part IV, Line 57 - Land Building & Equipment

Schedule "1"

Depreciation is computed using the straight line method over lives of three to ten years.

Part IV Line 54 - Investments

Schedule "2"

	December 31,	
	2001	2002
Corporate stocks (at market)	\$2,872	\$ -

Part II, Line 22 - Grants and Allocations

Schedule "3"

Diocese of LUI
P.O. Box 30262
Nairobi, Kenya \$4,895

Funding is for religious liberty in Sudan and is made to an unrelated party.

Part IV, Line 77 - Bylaws Amendment

Schedule "4"

Section 4:14 of the Bylaws is amended to read as follows:

"The Board of Directors may grant emeritus/a status to individuals who have rendered distinguished service to the Institute. Such individuals may receive board mailings and may attend board meetings at their own expense. They shall not possess voting privileges nor be counted as members for purposes of determining a quorum."

The Institute on Religion and Democracy
Board of Directors
December 31, 2002

FORM 990 EIN 52-1265221

Mrs Roberta Green Ahmanson
 Author & Philanthropist
 Post Office Box 17627
 Irvine, CA 92623

Mr. Michael Novak
 The American Enterprise Institute
 1150 17th Street NW
 Washington, DC 20036

Mr Fred Barnes
 Executive Editor, *The Weekly Standard*
 1150 17th Street, NW Suite 505
 Washington, DC 20036

Dr Thomas C Oden
 Drew University
 6024 Queens Gate Road
 Oklahoma City, OK 73132

Mr John Boone
 CLU, Mass Mutual, Retired
 225 Burlington Place
 Nashville, TN 37215

Mr James Nuechterlein
 The Institute on Religion & Public Life
 156 5th Avenue Suite 400
 New York, NY 10010

Mrs Robert H Bork
 Author & Writer
 6520 Ridge Street
 McLean, VA 22101

The Rev Dr Edmund W Robb, III
 United Methodist Clergy
 18 Spindrift Court
 The Woodlands, TX 77381

Dr J. Budziszewski
 University of Texas at Austin
 5601 Exeter Drive
 Austin, TX 78723

Ms. Terry A Schlossberg
 Presbyterians Pro-Life
 Post Office Box 11190
 Burke, VA 22009

Dr. Dean Curry
 Messiah College
 2141 Canterbury Drive
 Mechanicsburg, PA 17055

The Rev. Graham Smith
 Episcopal Clergy
 2410 Glenview Road
 Glenview, IL 60025-2731

Dr Ira Gallaway
 United Methodist Clergy, Retired
 12719 Northern Sky NE
 Albuquerque, NM 87111

Mr David M Stanley
 Attorney & Businessman, Retired
 Post Office Box 209
 Muscatine, IA 52761-0209

Dr Robert P George
 Corwin Hall
 Princeton University
 Princeton, NJ 08544

Ms Helen Rhea Stumbo
 Bristol House, Ltd
 305 Knoxville Street
 Fort Valley, GA 31030

The Rev Richard J Neuhaus
 The Institute on Religion & Public Life
 156 Fifth Avenue Suite 400
 New York, NY 10010

Mr George Weigel
 Ethics & Public Policy Center
 1015 15th Street NW Suite 900
 Washington, DC 20005

Program Descriptions for 2002

1. <u>Religious Liberty Program</u> : The IRD monitored and reported on religious liberty issues worldwide; focused attention on persecution in Sudan through the Church Alliance for a New Sudan (CANS), particularly by sponsoring a seven-day Prayer Vigil; and supported religious liberty activities through a variety of churches and other groups. The IRD worked with a number of coalitions of media, government, and church representatives in a campaign to bring awareness to the persecution of Christians around the world.	\$107,419
2. <u>Marriage Program</u> : The IRD initiated a new program to promote a pro-marriage and family culture within the US mainline churches.	11,937
3. <u>Episcopal Action</u> : IRD's national Episcopal program, Episcopal Action for Faith, Family, and Freedom, monitored activities sponsored by the Episcopal Church and published the newsletter <i>Episcopal Action Briefing</i> .	118,671
4. <u>Presbyterian Committee</u> : Presbyterian Action for Faith and Freedom met twice during the year. The committee published materials for the annual church General Assembly and organized a team of staff and volunteers who attended the Assembly in order to monitor the activities of the Presbyterian Church USA.	33,291
5. <u>Church and Ecumenical Relations</u> : Our ecumenical program involved meetings, articles and publicity to influence the public policy programs of various denominations and ecumenical bodies, especially the National Association of Evangelicals and the National Council of Churches. IRD monitored particularly the NCC's activities and statements regarding religious persecution legislation and other public policy issues.	84,897
6. <u>United Methodist Committee</u> : IRD's United Methodist Committee, United Methodist Action for Faith, Family, and Freedom, met twice during the year, published the quarterly <i>UM Action Briefing</i> newsletter, and monitored church activities, including the public witness of the United Methodist leaders and church public policy statements.	419,816
7. <u>Communications</u> . <i>Faith and Freedom</i> , the IRD's primary newsletter, as well as IRD's web site, WWW.IRD-RENEW.ORG , provided readers with articles and reports on the local, national, and international affairs of U.S. churches. This area of IRD's work also included the issuing of press releases, constituency relations, and a broadcast commentary.	122,199
8. <u>Association for Church Renewal</u> . The IRD provides program and research assistance for this organization of leaders of reform groups within historic mainline U.S. churches. The ACR intends to advance a strong and unified witness to orthodox Christianity in both the church and society. In 2002, the ACR sponsored the first conference for Confessing Christians in North America.	1,085
	<u>\$899,315</u> =====

Application for Extension of Time To File an Exempt Organization Return

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 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

TYPE OR PRINT	Name of Exempt Organization THE INSTITUTE ON RELIGION & DEMOCRACY, INC	EMPLOYER IDENTIFICATION NUMBER 52-1265221
	Number, street, and room or suite no. If a P O box, see instructions 1110 VERMONT AVE, NW	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions WASHINGTON, DC 20005	

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 (sec 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

- * 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-month, for 990-T CORPORATION) extension of time until 8/15/2003 to file the exempt organization return for the organization named above. The extension is for the organization's return for calendar year 2002 or tax year beginning _____, and ending _____

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

3 a 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 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. \$ _____

c 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. \$ _____

SIGNATURE AND VERIFICATION

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

Signature	Title CPA	Date 5/15/2003	
For Paperwork Reduction Act Notice, see instruction (HTA)		Form 8868 (12-2000)	

* If you are filing for an ADDITIONAL (NOT AUTOMATIC) 3-MONTH EXTENSION, COMPLETE ONLY PART II and check this box X

NOTE: ONLY COMPLETE PART II IF YOU HAVE ALREADY BEEN GRANTED AN AUTOMATIC 3-MONTH EXTENSION ON A PREVIOUSLY FILED FORM 8868

* If you are filing for an AUTOMATIC 3-MONTH EXTENSION, COMPLETE ONLY PART I (on page 1)

ADDITIONAL (NOT AUTOMATIC) 3-MONTH EXTENSION OF TIME - MUST FILE ORIGINAL AND ONE COPY

TYPE OR PRINT	Name of Exempt Organization THE INSTITUTE ON RELIGION & DEMOCRACY, INC	EMPLOYER IDENTIFICATION NUMBER 52-1285221
	Number, street, and room or suite no. If a P O box, see instructions 1110 VERMONT AVE, NW, Room No 1180	For IRS use only
	City, town or post office, state, and ZIP code. For a foreign address, see instructions WASHINGTON, DC 20005	

CHECK TYPE OF RETURN TO BE FILED (File a separate application for each return)

Form 990 Form 990-EZ Form 990-T (sec 401(a) or 408(a) trust) Form 1041-A Form 5227 Form 8870

Form 990-BL Form 990-PF Form 990-T (trust other than above) Form 4720 Form 6069

STOP: DO NOT COMPLETE PART II IF YOU WERE NOT ALREADY GRANTED AN AUTOMATIC 3-MONTH EXTENSION ON A PREVIOUSLY FILED FORM 8868

* If the organization does NOT have an office or place of business in the United States, check this box

* If this is for a GROUP RETURN, enter the organization's four digit Group Exemption Number (GEN) _____ If this is for the WHOLE group, check this box If it is for PART of the group, check this box and attach a list with the names and EINs of all members the extension is for

4 I request an additional 3-month extension of time until 11/15/2003

5 For calendar year 2002, or other tax year beginning _____ and ending _____

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

7 State in detail why you need the extension ADDITIONAL TIME IS NECESSARY TO COMPILE FINANCIAL INFORMATION IN ORDER TO FILE A COMPLETE AND ACCURATE RETURN

8 a 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 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 \$ _____

c BALANCE DUE. Subtract line 8b from line 8a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions \$ _____

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 [Signature] Title CPA Date 8/14/2003

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 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 due date of the return for which an extension was requested

Other _____

EXTENSION APPROVED
AUG 27 2003

By _____ Date _____
LINDA WEISKOPE, FIELD DIRECTOR, SUBMISSION PROCESSING, OGDEN

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 JOSEPH SCHMELZLE
	NUMBER AND STREET (INCLUDE SUITE, ROOM, OR APT NO) OR A P O BOX NUMBER 13321 NEW HAMPSHIRE AVE, #200
	CITY OR TOWN, PROVINCE OR STATE, AND COUNTRY (INCLUDING POSTAL OR ZIP CODE) SILVER SPRING, MD 20904