Form **990** **Return of Organization Exempt from Income Tax**

Department of the Treasury Internal Revenue Service

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

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

OMB No 1545-0047

2002

Open to Public Inspection

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

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

Please use IRS label or print or type. See specific instructions.

PACIFIC RESEARCH INSTITUTE FOR PUBLIC POLICY
755 SANSOME STREET #450
SAN FRANCISCO, CA 94111

D Employer Identification Number: 94-2528433

E Telephone number: 415-989-0833

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

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

H and I are not applicable to section 527 organizations

H (a) Is this a group return for affiliates? ☐ Yes ☒ No

H (b) If 'Yes' enter number of affiliates ►

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

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

G Web site ► WWW PACIFICRESEARCH 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**

I Enter 4 digit GEN ►

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

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 ► 3,224,927

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

REVENUE	1	Contributions, gifts, grants, and similar amounts received				
	a	Direct public support	1a	2,971,520		
	b	Indirect public support	1b			
	c	Government contributions (grants)	1c			
	d	Total (add lines 1a through 1c) (cash $ 2,971,520 noncash $)			1d	2,971,520
	2	Program service revenue including government fees and contracts (from Part VII, line 93)			2	74,492
	3	Membership dues and assessments			3	
	4	Interest on savings and temporary cash investments			4	61,834
	5	Dividends and interest from securities			5	44,402
	6a	Gross rents	6a			
	b	Less rental expenses	6b			
	c	Net rental income or (loss) (subtract line 6b from line 6a)			6c	
	7	Other investment income (describe ►)			7	

	(A) Securities		(B) Other
8a Gross amount from sales of assets other than inventory	69,887	8a	
b Less cost or other basis and sales expenses	70,751.	8b	
c Gain or (loss) (attach schedule) STATEMENT 1	-864	8c	

d	Net gain or (loss) (combine line 8c, columns (A) and (B))			8d	-864
9	Special events and activities (attach schedule)				
a	Gross revenue (not including $ of contributions reported on line 1a)	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	
10a	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	2,792
12	**Total revenue** (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)			12	3,154,176
13	EXPENSES: Program services (from line 44, column (B))			13	3,383,139
14	Management and general (from line 44, column (C))			14	291,841
15	Fundraising (from line 44, column (D))			15	309,936
16	Payments to affiliates (attach schedule)			16	
17	**Total expenses** (add lines 16 and 44, column (A))			17	3,984,916
18	NET ASSETS: Excess or (deficit) for the year (subtract line 17 from line 12)			18	-830,740
19	Net assets or fund balances at beginning of year (from line 73, column (A))			19	5,314,775
20	Other changes in net assets or fund balances (attach explanation) SEE STATEMENT 2			20	-101,360
21	Net assets or fund balances at end of year (combine lines 18, 19, and 20)			21	4,382,675

SCANNED DEC 15 '03

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

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22 Grants and allocations (att sch) (cash $ ____ non-cash $ ____)	22				
23 Specific assistance to individuals (att sch)	23				
24 Benefits paid to or for members (att sch)	24				
25 Compensation of officers, directors, etc	25	454,904	354,825	40,941	59,138.
26 Other salaries and wages	26	965,041	738,006	91,624	135,411.
27 Pension plan contributions	27				
28 Other employee benefits	28	60,360	47,963	4,995	7,402
29 Payroll taxes	29	100,002	78,297	8,746	12,959
30 Professional fundraising fees	30				
31 Accounting fees	31	125,939	84,972	27,894	13,073
32 Legal fees	32	60,697		60,697	
33 Supplies	33	16,317	12,727	1,632	1,958
34 Telephone	34	38,366	29,925	3,837	4,604
35 Postage and shipping	35	11,978	9,343	1,198	1,437
36 Occupancy	36	141,391	110,285	14,139	16,967
37 Equipment rental and maintenance	37				
38 Printing and publications	38	137,355	137,355		
39 Travel	39	81,859.	36,672	13,237	31,950
40 Conferences, conventions, and meetings	40	234,979	234,979		
41 Interest	41	2,039		2,039	
42 Depreciation, depletion, etc (attach schedule) Stmt 13	42	122,031	95,184.	12,203.	14,644
43 Other expenses not covered above (itemize)					
a SEE STATEMENT 3	43a	1,431,658	1,412,606	8,659.	10,393
b	43b				
c	43c				
d	43d				
e	43e				
44 Total functional expenses (add lines 22 43) Organizations completing columns (B) (D), carry these totals to lines 13 - 15	44	3,984,916	3,383,139	291,841	309,936

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

What is the organization's primary exempt purpose? ► SEE STATEMENT 4

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) & (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants & allocations to others)

	Program Service Expenses (Required for 501(c)(3) and (4) organizations and 4947(a)(1) trusts but optional for others)
a SEE STATEMENT 5 (Grants and allocations $ 593,950.)	3,383,139
b (Grants and allocations $)	
c (Grants and allocations $)	
d (Grants and allocations $)	
e Other program services (Grants and allocations $)	
f **Total of Program Service Expenses** (should equal line 44, column (B), program services) ►	3,383,139

Part IV Balance Sheets (See Instructions)

Note. *Where required, attached schedules and amounts within the description column should be for end-of-year amounts only*			(A) Beginning of year		(B) End of year
ASSETS 45 Cash — non interest bearing			376,323	45	1,189,898
46 Savings and temporary cash investments			1,825,195	46	1,598,458
47a Accounts receivable	47a	24,084			
b Less allowance for doubtful accounts	47b	2,500	22,746	47c	21,584
48a Pledges receivable	48a	275,300			
b Less allowance for doubtful accounts	48b		840,845.	48c	275,300
49 Grants receivable				49	
50 Receivables from officers, directors, trustees, and key employees (attach schedule)				50	
51a Other notes & loans receivable (attach sch)	51a				
b Less allowance for doubtful accounts	51b			51c	
52 Inventories for sale or use			252,235	52	137,454
53 Prepaid expenses and deferred charges			23,365	53	8,397
54 Investments — securities (attach schedule) ► [X] Cost [X] FMV			1,039,101	54	855,799
55a Investments — land, buildings, & equipment basis	55a				
b Less accumulated depreciation (attach schedule)	55b			55c	
56 Investments — other (attach schedule) Stmt 12			898,744.	56	427,384
57a Land, buildings, and equipment basis	57a	198,090			
b Less accumulated depreciation (attach schedule) STATEMENT 6	57b	142,567	102,030	57c	55,523.
58 Other assets (describe ► SEE STATEMENT 7)			212,244	58	144,300
59 **Total assets** (add lines 45 through 58) (must equal line 74)			5,592,828	59	4,714,097
LIABILITIES 60 Accounts payable and accrued expenses			271,532	60	331,422
61 Grants payable				61	
62 Deferred revenue				62	
63 Loans from officers, directors, trustees, and key employees (attach schedule)				63	
64a Tax-exempt bond liabilities (attach schedule)				64a	
b Mortgages and other notes payable (attach schedule)				64b	
65 Other liabilities (describe ►)			6,521	65	
66 **Total liabilities** (add lines 60 through 65)			278,053	66	331,422
NET ASSETS OR FUND BALANCES **Organizations that follow SFAS 117, check here** ► [X] and complete lines 67 through 69 and lines 73 and 74					
67 Unrestricted			218,504.	67	532,544
68 Temporarily restricted			5,096,271	68	3,850,131
69 Permanently restricted				69	
Organizations that do not follow SFAS 117, check here ► [ ] and complete lines 70 through 74					
70 Capital stock, trust principal, or current funds				70	
71 Paid-in or capital surplus, or land, building, and equipment fund				71	
72 Retained earnings, endowment, accumulated income, or other funds				72	
73 **Total net assets or fund balances** (add lines 67 through 69 **or** lines 70 through 72, column (A) **must** equal line 19, column (B) **must** equal line 21)			5,314,775	73	4,382,675
74 **Total liabilities and net assets/fund balances** (add lines 66 and 73)			5,592,828.	74	4,714,097

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

BAA

Part IV-A Reconciliation of Revenue per Audited Financial Statements with Revenue per Return (See instructions.)

a	Total revenue, gains, and other support per audited financial statements ►	a	3,052,816
b	Amounts included on line a but not on line 12, Form 990		
	(1) Net unrealized gains on investments $ -101,360		
	(2) Donated services and use of facilities $		
	(3) Recoveries of prior year grants $		
	(4) Other (specify) $		
	Add amounts on lines (1) through (4) ►	b	-101,360.
c	Line a minus line b ►	c	3,154,176.
d	Amounts included on line 12, Form 990 but not on line a:		
	(1) Investment expenses not included on line 6b, Form 990 $		
	(2) Other (specify) $		
	Add amounts on lines (1) and (2) ►	d	
e	Total revenue per line 12, Form 990 (line c plus line d) ►	e	3,154,176

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

a	Total expenses and losses per audited financial statements ►	a	3,984,916.
b	Amounts included on line a but not on line 17, Form 990		
	(1) Donated services and use of facilities $		
	(2) Prior year adjustments reported on line 20, Form 990 $		
	(3) Losses reported on line 20, Form 990 $		
	(4) Other (specify) $		
	Add amounts on lines (1) through (4) ►	b	
c	Line a minus line b ►	c	3,984,916
d	Amounts included on line 17, Form 990 but not on line a		
	(1) Investment expenses not included on line 6b, Form 990 $		
	(2) Other (specify) $		
	Add amounts on lines (1) and (2) ►	d	
e	Total expenses per line 17, Form 990 (line c plus line d) ►	e	3,984,916

Part V List of Officers, Directors, Trustees, and Key Employees (List each one even if not compensated, see instructions.)

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (if not paid, enter -0-)	(D) Contributions to employee benefit plans and deferred compensation	(E) Expense account and other allowances
SEE STATEMENT 8		454,904	0.	0.

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 instructions

Part VI Other Information (See instructions)

		Line	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
78a	Did the organization have unrelated business gross income of $1,000 or more during the year covered by this return?	78a		X
b	If 'Yes,' has it filed a tax return on **Form 990-T** for this year?	78b	N/A	
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If 'Yes,' attach a statement	79		X
80a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc, to any other exempt or nonexempt organization?	80a		X
b	If 'Yes,' enter the name of the organization ► N/A and check whether it is ☐ exempt **or** ☐ nonexempt			
81a	Enter direct or indirect political expenditures See line 81 instructions — 81a: 0			
b	Did the organization file **Form 1120-POL** for this year?	81b		X
82a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	82a		X
b	If 'Yes,' you may indicate the value of these items here Do not include this amount as revenue in Part I or as an expense in Part II (See instructions in Part III) — 82b: N/A			
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?	83a	X	
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	83b	X	
84a	Did the organization solicit any contributions or gifts that were not tax deductible?	84a		X
b	If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	84b	N/A	
85	*501(c)(4), (5), or (6) organizations* **a** Were substantially all dues nondeductible by members?	85a	N/A	
b	Did the organization make only in-house lobbying expenditures of $2,000 or less?	85b	N/A	
	If 'Yes' was answered to either 85a or 85b, **do not** complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year			
c	Dues, assessments, and similar amounts from members — 85c: N/A			
d	Section 162(e) lobbying and political expenditures — 85d: N/A			
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices — 85e: N/A			
f	Taxable amount of lobbying and political expenditures (line 85d less 85e) — 85f: N/A			
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	85g	N/A	
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?	85h	N/A	
86	*501(c)(7) organizations* Enter **a** Initiation fees and capital contributions included on line 12 — 86a: N/A			
b	Gross receipts, included on line 12, for public use of club facilities — 86b: N/A			
87	*501(c)(12) organizations* Enter **a** Gross income from members or shareholders — 87a: N/A			
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them) — 87b: N/A			
88	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
89a	*501(c)(3) organizations* Enter Amount of tax imposed on the organization during the year under section 4911 ► 0. , section 4912 ► 0. , section 4955 ► 0			
b	*501(c)(3) and 501(c)(4) organizations* Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If 'Yes,' attach a statement explaining each transaction	89b		X
c	Enter Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ► 0			
d	Enter Amount of tax on line 89c, above, reimbursed by the organization ► 0			

90a List the states with which a copy of this return is filed ► CA,NY,NJ

b Number of employees employed in the pay period that includes March 12, 2002 (See instructions) 90b 24

91 The books are in care of ► PACIFIC RESEARCH INSTITUTE Telephone number ► 415-989-0833

Located at ► 755 SANSOME ST SUITE 450, S F , CA ZIP + 4 ► 94111

92 *Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of* ***Form 1041*** – Check here N/A ► ☐

and enter the amount of tax exempt interest received or accrued during the tax year ► 92 N/A

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

Note Enter gross amounts unless otherwise indicated	Unrelated business income (A) Business code	(B) Amount	Excluded by section 512, 513, or 514 (C) Exclusion code	(D) Amount	(E) Related or exempt function income
93 Program service revenue					
a BOOK SALES					43,573
b CONFERENCE INCOME					30,919
c					
d					
e					
f Medicare/Medicaid payments					
g Fees & contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings & temporary cash invmnts			14	61,834	
96 Dividends & interest from securities			14	44,402	
97 Net rental income or (loss) from real estate					
a debt-financed property					
b not debt financed property					
98 Net rental income or (loss) from pers prop					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					-864
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue a					
b OTHER			1	2,792	
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))				109,028.	73,628

105 **Total** (add line 104, columns (B), (D), and (E)) ► 182,656.

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

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See 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)
93A	SALES OF EDUCATIONAL MATERIALS - PART OF EXEMPT FUNCTION
93B	INCOME FROM CONFERENCES PUT ON BY PRI

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

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

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

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

b Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ Yes ☒ No

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

Please Sign Here

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

► [signature] Signature of officer — Date 11/11/03

► SALLY C. PIPES, PRESIDENT
Type or print name and title

Paid Preparer's Use Only

Preparer's signature ► Joan C Kahr — Date 10/23/2003 — Check if self-employed ► ☒ — Preparer's SSN or PTIN (see General Instruction W) 199-36-3560

Firm's name (or yours if self employed) address and ZIP + 4 ► JOAN C KAHR, C.P A, 712 MONTGOMERY STREET, SAN FRANCISCO, CA 94111 — EIN ► — Phone no ► (415) 616-0700

SCHEDULE A (Form 990 or 990-EZ)

Department of the Treasury Internal Revenue Service

Organization Exempt Under Section 501(c)(3)

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

OMB No 1545-0047

2002

Name of the organization: PACIFIC RESEARCH INSTITUTE FOR PUBLIC POLICY

Employer identification number: 94-2528433

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

(See instructions. List each one. If there are none, enter 'None.')

(a) Name and address of each employee paid more than $50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account and other allowances
CINDY SPARKS SAN FRANCISCO, CA	DIR OF DVLPMT 40 PLUS	78,410.	0	0
SONIA ARRISON SAN FRANCISCO, CA	DIR TECHNOLOGY 40 PLUS	65,083.	0	0
LANCE IZUMI SAN FRANCISCO, CA	DIR SCHOOL REFM 40 PLUS	101,020	0	0
CHRISTOPHER WEIDEY SAN FRANCISCO	DIR DEVELOPEMEN 40 PLUS	67,106	0.	0
LAWRENCE MCQUILLAN SAN FRANCISCO, CA	DIR ENTREPRENEU 40 PLUS	90,121.	0	0
Total number of other employees paid over $50,000 ►	15			

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

(See instructions. List each one (whether individuals or firms). If there are none, enter 'None.')

(a) Name and address of each independent contractor paid more than $50,000	(b) Type of service	(c) Compensation
KEITH CHRESTON 100 PEPPERWOOD COURT, DANVILLE, CA	OPERATIONS & FINANCE	66,725
MICHAEL ANTONUCCI P O BOX 58007 ELK GROVE, CA 95758	AUTHOR FEES	83,000
KAREN CHRESTON 100 PEPPERWOOD COURT, DANVILLE, CA 94506	ACCOUNTING	107,651
MICHAEL LYNCH 58 VISTA TERRANCE NEW HAVEN, CT 06515	AUTHOR FEES	38,200
SEYFARTH SHAW 101 CALIFORNIA ST SUITE 2900, SAN FRANCISCO	ATTORNEY	35,993
Total number of others receiving over $50,000 for professional services ► 0		

Part III Statements About Activities (See 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 ► $ 0 (**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)* SEE STATEMENT 9			
a Sale, exchange, or leasing of property?	2a		X
b Lending of money or other extension of credit?	2b		X
c Furnishing of goods, services, or facilities?	2c		X
d Payment of compensation (or payment or reimbursement of expenses if more than $1,000)?	2d	X	
e Transfer of any part of its income or assets?	2e		X
SEE STATEMENT 10			
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 IV Reason for Non-Private Foundation Status (See 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)

11a [X] An organization that normally receives a substantial part of its support from a governmental unit or from the general public Section 170(b)(1)(A)(vi) (Also complete the **Support Schedule** in Part IV A)

11b [ ] A community trust Section 170(b)(1)(A)(vi) (Also complete the **Support Schedule** in Part IV A)

12 [ ] An organization that normally receives **(1) more than 33-1/3%** of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc, functions – subject to certain exceptions, and **(2) no more than 33-1/3%** of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975 See section 509(a)(2) (Also complete the **Support Schedule** in Part IV A)

13 [ ] An organization that is not controlled by any disqualified persons (other than foundation managers) and 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 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 instructions)

Part IV-A Support Schedule (Complete only if you checked a box on line 10, 11, or 12) *Use cash method of accounting*

Note *You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting*

Calendar year (or fiscal year beginning in) ►	(a) 2001	(b) 2000	(c) 1999	(d) 1998	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants See line 28)	4,138,441	4,089,440	3,192,365	2,204,700.	13,624,946
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	67,809.	89,624	87,880.	92,779.	338,092
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	204,389	179,939	77,568	79,474.	541,370
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 SEE STMT 11	12,752	2,341.	1,062		16,155.
23 Total of lines 15 through 22	4,423,391	4,361,344	3,358,875.	2,376,953	14,520,563
24 Line 23 minus line 17	4,355,582.	4,271,720	3,270,995	2,284,174	14,182,471
25 Enter 1% of line 23	44,234.	43,613	33,589.	23,770	

26 **Organizations described on lines 10 or 11:** a Enter 2% of amount in column (e), line 24 ►	26a	283,649
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	4,079,400.
c Total support for section 509(a)(1) test Enter line 24, column (e) ►	26c	14,182,471
d Add Amounts from column (e) for lines 18 541,370 19 ______ 22 16,155. 26b 4,079,400	26d	4,636,925
e Public support (line 26c minus line 26d total) ►	26e	9,545,546
f **Public support percentage (line 26e (numerator) divided by line 26c (denominator))** ►	26f	67 31 %

27 **Organizations described on line 12:** N/A

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

(2001) ____________ (2000) ____________ (1999) ____________ (1998) ____________

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) ____________ (2000) ____________ (1999) ____________ (1998) ____________

c Add Amounts from column (e) for lines 15 ______ 16 ______ 17 ______ 20 ______ 21 ______	27c	
d Add Line 27a total ______ and line 27b total ______	27d	
e Public support (line 27c total minus line 27d total) ►	27e	
f Total support for section 509(a)(2) test Enter amount from line 23, column (e) ► 27f		
g **Public support percentage (line 27e (numerator) divided by line 27f (denominator))** ►	27g	%
h **Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))** ►	27h	%

28 **Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 1998 through 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

Part V **Private School Questionnaire** (See instructions)
(To be completed ONLY by schools that checked the box on line 6 in Part IV)

N/A

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

Part VI-A Lobbying Expenditures by Electing Public Charities (See instructions)

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

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

Limits on Lobbying Expenditures (The term 'expenditures' means amounts paid or incurred)		(a) Affiliated group totals	(b) To be completed for ALL electing organizations
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36		NONE
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37		NONE
38 Total lobbying expenditures (add lines 36 and 37)	38		NONE
39 Other exempt purpose expenditures	39		3984916
40 Total exempt purpose expenditures (add lines 38 and 39)	40		3984916
41 Lobbying nontaxable amount Enter the amount from the following table –			
If the amount on line 40 is – / **The lobbying nontaxable amount is –**			
Not over $500,000 / 20% of the amount on line 40			
Over $500,000 but not over $1,000,000 / $100,000 plus 15% of the excess over $500,000			
Over $1,000,000 but not over $1,500,000 / $175,000 plus 10% of the excess over $1,000,000	41		349245
Over $1,500,000 but not over $17,000,000 / $225,000 plus 5% of the excess over $1,500,000			
Over $17,000,000 / $1,000,000			
42 Grassroots nontaxable amount (enter 25% of line 41)	42		87311
43 Subtract line 42 from line 36 Enter -0- if line 42 is more than line 36	43		NONE
44 Subtract line 41 from line 38 Enter -0- if line 41 is more than line 38	44		NONE
Caution: *If there is an amount on either line 43 or line 44, you must file Form 4720*			

4-Year Averaging Period Under Section 501(h)

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

	Lobbying Expenditures During 4-Year Averaging Period				
Calendar year (or fiscal year beginning in) ►	**(a)** 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					-0-
48 Grassroots nontaxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 Grassroots lobbying expenditures					-0-

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See instructions) N/A

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

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

Part VII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations (See instructions)

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

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

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

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

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

b If 'Yes,' complete the following schedule

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

STATEMENT 1
FORM 990, PART I, LINE 8
NET GAIN (LOSS) FROM NONINVENTORY SALES

PUBLICLY TRADED SECURITIES

GROSS SALES PRICE:	69,887
COST OR OTHER BASIS:	70,751

TOTAL GAIN (LOSS) PUBLICLY TRADED SECURITIES $ -864

TOTAL NET GAIN (LOSS) FROM NONINVENTORY SALES $ -864

STATEMENT 2
FORM 990, PART I, LINE 20
OTHER CHANGES IN NET ASSETS OR FUND BALANCES

UNREALIZED LOSS ON INVESTMENTS	$ -101,360
TOTAL	$ -101,360

STATEMENT 3
FORM 990, PART II, LINE 43
OTHER EXPENSES

	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT & GENERAL	(D) FUNDRAISING
CONSULTING FEES	41,202	32,138	4,120	4,944
CONTRACT LABOR	7,313	5,704	731	878
INSURANCE	17,375.	13,552.	1,738	2,085
OTHER OPERATING EXPENSES	6,785	5,804.	445	536
OTHER PROGRAM PROJECTS	1,227,389	1,227,389.		
PUBLIC AFFAIRS & MARKETING	115,341	115,341		
TAXES, FEES, & DUES	16,253.	12,678.	1,625	1,950
TOTAL	$ 1431658.	$ 1412606	$ 8,659	$ 10,393

STATEMENT 4
FORM 990 , PART III
ORGANIZATION'S PRIMARY EXEMPT PURPOSE

TO DEFEND THE RIGHTS OF INDIVIDUALS THROUGH INTERNATIONALLY-RECOGNIZED POLICY RESEARCH & A DYNAMIC PUBLIC OUTREACH PROGRAM.

STATEMENT 5
FORM 990, PART III, LINE A
STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS

DESCRIPTION	GRANTS AND ALLOCATIONS	PROGRAM SERVICE EXPENSES
RESEARCH & PUBLICATIONS ON THE NATURE & SOLUTIONS TO MAJOR SOCIAL, ECONOMIC, EDUCATION & ENVIRONMENTAL PROBLEMS BOOKS, POLICY BRIEFINGS & NEWSLETTERS WERE PUBLISHED CONFERENCES& FORUMS WERE HELD	593,950	3,383,139.
	$ 593,950	$ 3,383,139

STATEMENT 6
FORM 990, PART IV, LINE 57
LAND, BUILDINGS, AND EQUIPMENT

CATEGORY	BASIS	ACCUM DEPREC.	BOOK VALUE
FURNITURE AND FIXTURES	$ 23,571	$ 12,010	$ 11,561
MACHINERY AND EQUIPMENT	174,519	130,557	43,962
TOTAL	$ 198,090	$ 142,567	$ 55,523

STATEMENT 7
FORM 990, PART IV, LINE 58
OTHER ASSETS

NET INTANGIBLE ASSETS	144,300
TOTAL	$ 144,300

STATEMENT 8
FORM 990, PART V
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN-SATION	CONTRI-BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
SALLY C PIPES SAN FRANCISCO, CA	PRESIDENT & CEO 40	$ 256,359	$ 0.	$ 0
MR DANIEL OLIVER WASHINGTON, DC	CHAIRMAN NONE	0	0	0
KEITH CHRESTON DANVILLE, CA	COO 40	88,398	0	0

STATEMENT 8 (CONTINUED)
FORM 990, PART V
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN- SATION	CONTRI- BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
MR TOM MAGOWAN SAN FRANCISCO, CA	SECRETARY NONE	$ 0	$ 0	$ 0
KATHERINE ALDEN WOODSIDE, CA	DIRECTOR NONE	0	0	0
FRANK E BAXTER LOS ANGELES, CA	DIRECTOR NONE	0	0	0
MR ROBERT ERNST III SALINAS, CA	DIRECTOR NONE	0.	0.	0.
MRS JEAN WENTE LIVERMORE, CA	DIRECTOR NONE	0	0	0
MR F CHRISTIAN WIGNALL SAN FRANCISCO, CA	DIRECTOR NONE	0.	0.	0.
KATHERINE E BOYD HILLSBOROUGH, CA	DIRECTOR NONE	0	0	0
LISA MACLELLAN SAN FRANCISCO, CA	VICE PRESIDENT 40	110,147	0.	0
MARK B. HOFFMAN PLEASANTON, CA	DIRECTOR NONE	0	0	0
BRIAN TRACY SOLANO BEACH, CA 92075	DIRECTOR NONE	0.	0	0
JAMES T. FARRELL SAN FRANCISCO, CA	DIRECTOR NONE	0.	0	0
LISA GUILLERMIN GABLE UPPERVILLE, VA 20184	DIRECTOR NONE	0.	0.	0

STATEMENT 8 (CONTINUED)
FORM 990, PART V
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN-SATION	CONTRI-BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
RICHARD WALLACE IRVINE, CA	DIRECTOR NONE	$ 0	$ 0.	$ 0
PETER C FARRELL POWAY, CA	DIRECTOR NONE	0	0.	0
DR W LEE HOSKINS RENO, NV	VICE CHAIRMAN NONE	0	0.	0
MICHAEL CARPENTER SACRAMENTO, CA 95814	DIRECTOR NONE	0	0	0
	TOTAL	$ 454,904	$ 0	$ 0

STATEMENT 9
SCHEDULE A, PART III, LINE 2
TRANSACTIONS WITH TRUSTEES, DIRECTORS, ETC.

THE INSTITUTE HAS AN ARRANGEMENT WITH A MEMBER OF THE BOARD OF DIRECTORS THAT PROVIDES FOR PAYMENTS TO THE DIRECTOR FOR EDITORIAL SERVICES IN PRODUCTION OF POLICY BULLETINS. UNDER THIS ARRANGEMENT THE DIRECTOR IS PAID A FIXED AMOUNT FOR EACH BULLETIN SEVEN BULLETINS WERE PUBLISHED DURING THE YEAR 2002 AND TEN BULLETINS WERE PUBLISHED DURING THE YEAR 2001 THE INSTITUTE RECORDED $35,000 AND $80,000 IN EXPENSES RELATED TO THE PRODUCTION OF THE BULLETINS FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001, RESPECTIVELY

STATEMENT 10
SCHEDULE A, PART III, LINE 3
QUALIFICATIONS OF RECIPIENTS RECEIVING GRANTS OR LOANS

STEP SCHOLARSHIPS, STAR SCHOLARSHIPS, AND JOHN HOPKINS - SFIS PARTNER AWARD ELIGIBILITY DETERMINED BY A VARIETY OF FACTORS INCLUDING BUT NOT LIMITED TO A) SCHOOL TRANSCRIPTS AND STANDARDIZED TEST SCORES; B) RECOMMENDATIONS FROM TEACHERS AND OTHER COMMUNITY MEMBERS, C) PERSONAL ESSAY, D) COMMUNITY VOLUNTEER SERVICE, E) OTHER TALENTS

STATEMENT 11
SCHEDULE A, PART IV-A, LINE 22
OTHER INCOME

DESCRIPTION	(A) 2001	(B) 2000	(C) 1999	(D) 1998	(E) TOTAL
PURCHASE DISCOUNTS	$ 0	$ 0.	$ 1,062	$ 0	$ 1,062
INVESTMENT INCOME	0	2,341	0	0	2,341
EXPENSE REVERSAL	12,752.	0	0	0	12,752
TOTAL	$ 12,752.	$ 2,341	$ 1,062	$ 0	$ 16,155

statement 12

Pacific Research Institution
Investments
December 31, 2002

	1006	1012	1013	1016	1017	Total
Certificates of deposit						
(more than three month maturity)		142,934 50	93,447 90		191,001 60	$ 427,384 00
Investments - other (Part IV, Line 56)						**$ 427,384.00**
U S Treasury Securities		59,747 52				$ 59,747 52
Corporate obligations		50,293 00				$ 50,293 00
Mutual Funds				735,733 81		$ 735,733 81
Other	10,025 00					$ 10,025 00
Investments - securities (Part IV, Line 54)						**$ 855,799.33**
	$ 10,025 00	$ 252,975 02	$ 93,447 90	$ 735,733 81	$ 191,001 60	$ 1,283,183 33

Depreciation Summary Schedule
Year 2002
EIN 94-2528433

Statement 13

Fixed Assets	Depreciation	
Office Equipment	$	45,242
Furniture and Fixtures	$	1,320
Computer Software	$	58,266
Website	$	15,698
Amortization	$	1,505
Total Depreciation	**$**	**122,031**

OFFICE EQUIPMENT
#1801

EIN: 94-2528433

DEPRECIATION SCHEDULE

DESCRIPTION	COST BALANCE 12/31/02	METHOD & LIFE	ACC DEP BALANCE 01/01/02	EPRECIATION PROVISIONS	DELETIONS	ACC DEP BALANCE 12/31/02
COMPUTER STUFF	741.00	S\L 5	741.00	0.00		741.00
TELEPHONE SYSTEM	10,321.86	S\L 5	10,321.86	0.00		10,321.86
SF MICRO	410.26	S\L 5	410.26	0.00		410.26
BINDERY SYSTEM	1,730.58	S\L 5	1,658.46	72.12		1,730.58
Speakerphone (Sparks)	324.42	S\L 5	297.37	27.05		324.42
SPEAKERPHONE	430.78	S\L 5	387.72	43.06		430.78
PHONES-SCTO OFFICE	780.00	S\L 5	715.00	65.00		780.00
SPEAKERPHONE	297.62	S\L 5	245.52	52.10		297.62
POWER PROTECTOR	520.80	S\L 5	425.32	95.48		520.80
Viking Office	305.30	S\L 5	223.90	61.06		284.96
Office Depot	542.49	S\L 5	397.82	108.50		506.32
Dell PowerEdge 2200 (Backup)	9,806.54	S\L 5	7,191.45	1,961.31		9,152.76
Print Server	352.75	S\L 5	241.04	70.55		311.59
Phones & Lines (7)	4,441.80	S\L 5	3,109.26	888.36		3,997.62
Copier	22,451.00	S\L 5	13,844.18	4,490.00		18,334.18
Copier Maintence Contract	7,500.00	S\L 5	4,500.00	1,500.00		6,000.00
Telephone Upgrade	4,723.01	S\L 5	2,518.95	944.61		3,463.56
Computers (2)	4,493.57	S\L 5	2,321.67	898.72		3,220.39
Computers (1)	1,770.75	S\L 5	885.36	354.15		1,239.51
Printer	391.28	S\L 5	195.64	78.26		273.90
Fax Machine	1,513.58	S\L 5	187.57	30.72		218.29
Scanner	416.32	S\L 5	166.54	83.27		249.81
Dell 1 Celeron GX100	1,360.60	S/L 3	831.53	453.53		1,285.06
Dell 7 Celeron GX100	12,190.00	S/L 3	6,772.29	4,063.33		10,835.62
Dell Lincoln Server (Going Sac)	10,565.78	S/L 3	5,869.93	3,521.93		9,391.86
Dell SuperStack II	2,029.86	S/L 3	1,127.74	676.62		1,804.36
Dell 3 Laptops	10,914.03	S/L 3	5,911.79	3,638.01		9,549.80
Color Printer	705.06	S/L 3	352.56	235.02		587.58
RC Labs, Inc	1,416.43	S/L 3	708.22	472.14		1,180.36
DTP Direct	369.00	S/L 3	184.50	123.00		307.50
PC Connection(Laser Printer)	2,845.95	S/L 3	1,343.95	948.65		2,292.60
Apple Computer (Ray)	6,639.82	S/L 3	3,319.91	2,213.27		5,533.18
Fry's Electronic	431.92	S/L 3	203.97	143.97		347.94
PowerPoint Projector	4,220.90	S/L 3	1,875.97	1,406.97		3,282.94
MacWarehouse	823.41	S/L 3	274.47	274.47		548.94
Neopost Scale Terminal	1,240.78	S/L 3	310.20	413.59		723.79
Neopost Mail Machine Interface	1,130.00	S/L 3	282.50	376.67		659.17
Laptop - Mac (Lance)	2,209.94	S/L 3	552.49	736.65		1,289.14
Laptop/Dell Latitude C800	3,042.91	S/L 3	676.20	1,014.30		1,690.50

STATEMENT #13

OFFICE EQUIPMENT
#1801

EIN:942528433

DESCRIPTION	COST BALANCE 12/31/02	METHOD & LIFE	ACC DEP BALANCE 01/01/02	EPRECIATION PROVISIONS	DELETIONS	ACC DEP BALANCE 12/31/02
Laptop/Dell Latitude C800	3,617.70	S/L 3	803.93	1,205.90		2,009.83
Sony PCG-Z505JSK (Sally)	2,566.20	S/L 3	498.98	855.40		1,354.38
Case Powerpoint Projector	631.29	S/L 3	105.22	210.43		315.65
Olympus Camedia Camera	695.80	S/L 3	115.97	231.93		347.90
Dell Dimension 4100 Ser (Julie)	1,264.37	S/L 3	245.85	421.46		667.31
ServerMonnec15301R	432.99	S/L 3	84.19	144.33		228.52
Laptop?????????????	3,025.60	S/L 3	588.31	1,008.53		1,596.84
Dell Dimension 8100 (5)	6,884.73	S/L 3	65.57	2,294.91		2,360.48
Dell Dimension 8100(1)Graphics	1,819.71	S/L 3	17.33	606.57		623.90
Dell MultiSyncLCD1530V	422.41	S/L 3	35.20	140.80		176.00
Coastside-Telephone System Upgr	1,050.03	S/L 3	87.50	350.01		437.51
Dell Dimension 8200 (Chris W.)	1,577.21	S/L 3	0.00	525.74		525.74
Bind-Sony DLT 40/80GB Hard Driv	1,471.90	S/L 3	81.77	490.63		572.40
Dell Servers (2)	10,781.54	S/L 3	898.46	3,593.85		4,492.31
Bind-Nokia IP120 Security/Suppo	1,875.01	S/L 3	52.08	625.00		677.08
Total @ 12/31/01	174,518.59		85,264.47	45,241.95	0.00	130,506.42

STATEMENT #13

FURNITURE AND FIXTURES
ACCOUNT #1802
EIN: 94-2528433

DESCRIPTION	BALANCE 12/31/02	METHOD & LIFE	ACC DEP BALANCE 1/01/02	PROVISIONS	DELETIONS	ACC DEP BALANCE 12/31/02
CONFERENCE ROOM	5,930.00	S\L 10	4,496.93	345.94		4,842.87
EXEC CHAIRS	619.85	S\L 10	470.12	36.19		506.31
	535.84	S\L 10	397.44	31.29		428.73
FILE CABINETS	509.93	S\L 10	352.70	29.75		382.45
DOOR BELL	605.00	S\L 10	413.52	35.35		448.87
FILE CABINETS	607.58	S\L 10	399.98	35.49		435.47
FILE CABINETS (A/P)	673.78	S\L 10	415.58	39.34		454.92
NEW FURNITURE	399.00	S\L 10	186.32	23.31		209.63
PRI SIGN	303.50	S\L 10	139.47	17.71		157.18
FILE CABINETS	477.37	S\L 10	214.94	27.86		242.80
FILE CABINETS	432.99	S\L 10	230.96	25.27		256.23
CHAIRS, ETC	570.99	S\L 10	209.05	33.25		242.30
File Cabinets	750.13	S\L 10	218.76	43.75		262.51
Partitions	6,311.71	S\L 10	1,683.15	368.20		2,051.35
Door Bell	530.57	S\L 10	132.61	30.94		163.55
Office Depot???	510.00	S\L 10	110.50	29.75		140.25
Partitions/Accting	3,802.00	S\L 10	617.95	166.39		784.34
BAL @ 12/31/02	23,570.24		10,689.98	1,319.78 D-1	0.00	12,009.76

STATEMENT #13

EIN: 94-2528433

DESCRIPTION	BALANCE 12/31/02	METHOD & LIFE	BALANCE 01/01/02	PROVISIONS	DELETIONS	BALANCE 12/31/02
Timeslips	546.78	S\L 5	492.11	54.69		546.80
Prosytems	651.58	S\L 5	445.28	130.32		575.60
Norton Anti-Virus	459.00	S\L 5	252.45	91.80		344.25
Accpac Upgrade	805.00	S\L 5	389.08	161.00		550.08
Nat'l Lan Bkup	383.81	S\L 5	179.13	76.77		255.90
Microsoft NT;Office 2000; Front Page; Project 98 (20)	29,906.00	S\L 3	17,458.65	9,968.67		27,427.32
Prosystems (Accting)	1,842.60	S\L 3	972.53	614.20		1,586.73
Axent Technology Firewall	3,935.30	S\L 3	1,967.66	1,311.77		3,279.43
MacWarehouse	927.55	S\L 3	489.57	309.18		798.75
MacWarehouse	158.80	S\L 3	83.87	52.93		136.80
Jeff Carwile	9,000.00	S\L 3	4,750.00	3,000.00		7,750.00
American Express	436.49	S\L 3	145.50	145.50		291.00
American Express	1,513.75	S\L 3	504.58	504.58		1,009.16
MIP Software (Not Installed)	17,634.00	S/L 3	0.00	0.00		0.00
Timeslips Upgrade	1,930.29	S/L 3	268.10	643.43		911.53
ESRI Software	4,344.47	S/L 3	362.04	1,448.16		1,810.20
Amex-Veritas B/Up Upgrade	625.60	S/L 3	52.13	208.53		260.66
Bind-Nokia Access Support	5,887.94	S/L 3	1,471.99	1,962.65		3,434.64
Installation Network System	23,893.75	S/L 3	663.72	7,964.58		8,628.30
Microsoft Software	20,784.00	S/L 3	577.33	6,928.00		7,505.33
Access Database- S. Yoder	65,040.00	S/L 3	1,806.67	21,680.00		23,486.67
Total 12/31/01	190,706.71		33,332.39	57,256.76	0.00	90,589.15
2002						
Access Database-S Yoder	1,360.00	S/L 3	1,360.00	434.44		434.44
Access Database-S Yoder	680.00	S/L 3	680.00	217.22		217.22
Access Database-S Yoder	920.00	S/L 3	920.00	268.33		268.33
Access Database-S Yoder	320.00	S/L 3	320.00	88.89		88.89
	193,986.71		36,612.39	58,265.65 D/		91,598.03

STATEMENT #13

Pacific Research Institute
Website
2002

Description	Model/ Serial #	Date of Service	Cost	Life/Method	Annual	2001	2002	Yr to Date
Tristream	2001 Website	10/1/01	43,229.98	S/L 3	14,410.00	3,600.00	14,410.00	18,010.00
Lexicom	2001 Website	11/1/01	935.00	S/L 3	312.00	52.00	312.00	364.00
	Total 2001		44,164.98			3,652.00	14,722.00	18,374.00
	2002							
	Lexicom Ltd	2/14/02	1,000.00	S/L 3	333.33	0.00	278.00	278.00
	Lexicom Ltd	4/30/02	2,000.00	S/L 3	666.66	0.00	445.00	445.00
	Lexicom Ltd	5/31/02	1,300.00	S/L 3	433.33	0.00	253.00	253.00
	Total for year		48,464.98			3,652.00	15,698.00	19,350.00

STATEMENT #13

Pacific Research Institute
Amortization Schedule
2002

Description	Model/ Serial #	Date of Service	Cost	Life/Method	Annual	2001	2002	To Date 12/31/02
Tristream-C Logo/Stationary/Identity		6/28/01	15,055.00	SL/10	1,505.50	752.75	1,505.50	2,258.25
			15,055.00			752.75	1,505.50	2,258.25

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STATEMENT #13

Form 8868 (12-2000) Page 2

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

COPY

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

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

Part II **Additional (not automatic) 3-Month Extension of Time — Must File Original and One Copy.**

Type or print File by the extended due date for filing the return See instructions	Name of Exempt Organization PACIFIC RESEARCH INSTITUTE FOR PUBLIC POLICY	Employer identification number 94-2528433
	Number, street, and room or suite number If a P O box, see instructions 755 SANSOME STREET #450	For IRS Use Only
	City, town or post office, state, and ZIP code For a foreign address, see instructions SAN FRANCISCO, CA 94111	

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

[X] Form 990 [ ] Form 990-EZ [ ] Form 990-T (Section 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 organizations four digit Group Exemption Number (GEN) ______ If this is for the **whole** group, check this box ► [ ] If it is **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 , 20 03

5 For calendar year 2002 or other tax year beginning __________ , 20 __ and ending __________ , 20 __

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

7 State in detail why you need the extension THE ORGANIZATION NEEDS ADDITIONAL TIME TO GATHER ADDITIONAL ACCOUNTING AND FACTUAL INFORMATION IN ORDER TO FILE A COMPLETE AND ACCURATE RETURN

8a If this application is for Form 990-BL, 990-PF, 990-T, 4720 or 6069 enter the tentative tax, less any nonrefundable credits See instructions $ ______

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 ► Joan C Kahr Title ► CPA Date ► 8/5/2003

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 filed return Please attach this form to the organization s return

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

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

[ ] Other ______ EXTENSION APPROVED

Director ______ By ______ Date AUG 18 2003

LINDA WEISKOPF, 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 JOAN C. KAHR, C.P.A.
	Number and street (include suite, room, or apartment number) or a P O box number 712 MONTGOMERY STREET
	City or town, province or state, and country (including postal or ZIP code) SAN FRANCISCO, CA 94111