

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

Department of the Treasury
Internal Revenue Service

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

A For the 2008 calendar year, or tax year beginning JUL 1, 2008 and ending JUN 30, 2009

B Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Termination <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	Please use IRS label or print or type. See Specific Instructions.	C Name of organization AMERICAN WATCHMAKERS INSTITUTE Doing Business As Number and street (or P.O. box if mail is not delivered to street address) Room/suite 701 ENTERPRISE DRIVE City or town, state or country, and ZIP + 4 HARRISON, OH 45030	D Employer identification number 31-0731708
		E Telephone number (513) 367-9800	G Gross receipts \$ 1,370,764.
		F Name and address of principal officer: JAMES E. LUBIC SAME AS C ABOVE	H(a) Is this a group return for affiliates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No H(b) Are all affiliates included? <input type="checkbox"/> Yes <input type="checkbox"/> No If "No," attach a list. (see instructions) H(c) Group exemption number ▶
		I Tax-exempt status: <input checked="" type="checkbox"/> 501(c) (6) (insert no.) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527	
		J Website: ▶ WWW.AWCI.COM	
		K Type of organization: <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Trust <input type="checkbox"/> Association <input type="checkbox"/> Other ▶	L Year of formation: 1964 M State of legal domicile: OH

Part I Summary			
	1	Briefly describe the organization's mission or most significant activities: <u>ASSOCIATION OF WATCHMAKERS AND CLOCKMAKERS</u>	
	2	Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its assets.	
Activities & Governance	3	Number of voting members of the governing body (Part VI, line 1a)	3 12
	4	Number of independent voting members of the governing body (Part VI, line 1b)	4 12
	5	Total number of employees (Part V, line 2a)	5 11
	6	Total number of volunteers (estimate if necessary)	6 0
	7a	Total gross unrelated business revenue from Part VIII, line 12, column (C)	7a 0.
	7b	Net unrelated business taxable income from Form 990-T, line 34	7b 0.
	Revenue	8	Contributions and grants (Part VIII, line 1h)
9		Program service revenue (Part VIII, line 2g)	
10		Investment income (Part VIII, column (A), lines 3, 4, and 7d)	299,233. 50,060.
11		Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	121,575.
12		Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	1,145,264. 823,905.
Expenses		13	Grants and similar amounts paid (Part IX, column (A), lines 1-3)
	14	Benefits paid to or for members (Part IX, column (A), line 4)	
	15	Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)	389,214. 488,558.
	16a	Professional fundraising fees (Part IX, column (A), line 11e)	
	16b	Total fundraising expenses (Part IX, column (D), line 25) ▶	
	17	Other expenses (Part IX, column (A), lines 11a-11d, 11f-24f)	716,575. 656,787.
	18	Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)	1,105,789. 1,145,345.
	19	Revenue less expenses. Subtract line 18 from line 12	39,475. -321,440.
Net Assets or Fund Balances	20	Total assets (Part X, line 16)	Beginning of Year 7,923,967. End of Year 6,962,879.
	21	Total liabilities (Part X, line 26)	951,253. 833,168.
	22	Net assets or fund balances. Subtract line 21 from line 20	6,972,714. 6,129,711.

Part II Signature Block			
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.			
Sign Here	Signature of officer JAMES E. LUBIC, DIRECTOR Type or print name and title	Date	
Paid Preparer's Use Only	Preparer's signature ▶ LAWRENCE D. BOSCHERT II CPA Firm's name (or yours if self-employed), address, and ZIP + 4 ▶ RUDLER & ASSOCIATES, INC. SUITE 200 1881 DIXIE HIGHWAY FORT WRIGHT, KENTUCKY 41011	Date	Check if self-employed <input type="checkbox"/> Preparer's identifying number (see instructions) EIN ▶ Phone no. ▶ 859-331-1717

May the IRS discuss this return with the preparer shown above? (see instructions) Yes No

Part III Statement of Program Service Accomplishments (see instructions)

1 Briefly describe the organization's mission:
TRADE ASSOCIATION OF WATCHMAKERS AND CLOCKMAKERS

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? [] Yes [X] No
If "Yes", describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? [] Yes [X] No
If "Yes", describe these changes on Schedule O.

4 Describe the exempt purpose achievements for each of the organization's three largest program services by expenses. Section 501(c)(3) and 501(c)(4) organizations and section 4947(a)(1) trusts are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code:) (Expenses \$ including grants of \$) (Revenue \$)
TRADE ASSOCIATION OF WATCHMAKERS AND CLOCKMAKERS

4b (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4c (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4d Other program services. (Describe in Schedule O.)
(Expenses \$ including grants of \$) (Revenue \$)

4e Total program service expenses \$ (Must equal Part IX, Line 25, column (B).)

Part IV Checklist of Required Schedules

		Yes	No
1	Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? <i>If "Yes," complete Schedule A</i>		X
2	Is the organization required to complete Schedule B, Schedule of Contributors?		X
3	Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? <i>If "Yes," complete Schedule C, Part I</i>		X
4	Section 501(c)(3) organizations. Did the organization engage in lobbying activities? <i>If "Yes," complete Schedule C, Part II</i>		
5	Section 501(c)(4), 501(c)(5), and 501(c)(6) organizations. Is the organization subject to the section 6033(e) notice and reporting requirement and proxy tax? <i>If "Yes," complete Schedule C, Part III</i>		X
6	Did the organization maintain any donor advised funds or any accounts where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? <i>If "Yes," complete Schedule D, Part I</i>		X
7	Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? <i>If "Yes," complete Schedule D, Part II</i>		X
8	Did the organization maintain collections of works of art, historical treasures, or other similar assets? <i>If "Yes," complete Schedule D, Part III</i>		X
9	Did the organization report an amount in Part X, line 21; serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? <i>If "Yes," complete Schedule D, Part IV</i>		X
10	Did the organization hold assets in term, permanent, or quasi-endowments? <i>If "Yes," complete Schedule D, Part V</i>		X
11	Did the organization report an amount in Part X, lines 10, 12, 13, 15, or 25? <i>If "Yes," complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable</i>	X	
12	Did the organization receive an audited financial statement for the year for which it is completing this return that was prepared in accordance with GAAP? <i>If "Yes," complete Schedule D, Parts XI, XII, and XIII</i>	X	
13	Is the organization a school as described in section 170(b)(1)(A)(ii)? <i>If "Yes," complete Schedule E</i>		X
14a	Did the organization maintain an office, employees, or agents outside of the U.S.?		X
b	Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, and program service activities outside the U.S.? <i>If "Yes," complete Schedule F, Part I</i>		X
15	Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? <i>If "Yes," complete Schedule F, Part II</i>		X
16	Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? <i>If "Yes," complete Schedule F, Part III</i>		X
17	Did the organization report more than \$15,000 on Part IX, column (A), line 11e? <i>If "Yes," complete Schedule G, Part I</i>		X
18	Did the organization report more than \$15,000 total on Part VIII, lines 1c and 8a? <i>If "Yes," complete Schedule G, Part II</i>		X
19	Did the organization report more than \$15,000 on Part VIII, line 9a? <i>If "Yes," complete Schedule G, Part III</i>		X
20	Did the organization operate one or more hospitals? <i>If "Yes," complete Schedule H</i>		X
21	Did the organization report more than \$5,000 on Part IX, column (A), line 1? <i>If "Yes," complete Schedule I, Parts I and II</i>		X
22	Did the organization report more than \$5,000 on Part IX, column (A), line 2? <i>If "Yes," complete Schedule I, Parts I and III</i>		X
23	Did the organization answer "Yes" to Part VII, Section A, questions 3, 4, or 5? <i>If "Yes," complete Schedule J</i>		X
24a	Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? <i>If "Yes," answer questions 24b-24d and complete Schedule K. If "No," go to question 25</i>		X
b	Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?		
c	Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?		
d	Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?		
25a	Section 501(c)(3) and 501(c)(4) organizations. Did the organization engage in an excess benefit transaction with a disqualified person during the year? <i>If "Yes," complete Schedule L, Part I</i>		
b	Did the organization become aware that it had engaged in an excess benefit transaction with a disqualified person from a prior year? <i>If "Yes," complete Schedule L, Part I</i>		
26	Was a loan to or by a current or former officer, director, trustee, key employee, highly compensated employee, or disqualified person outstanding as of the end of the organization's tax year? <i>If "Yes," complete Schedule L, Part II</i>		X
27	Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, or substantial contributor, or to a person related to such an individual? <i>If "Yes," complete Schedule L, Part III</i>		X

Part IV Checklist of Required Schedules (continued)

		Yes	No
28	During the tax year, did any person who is a current or former officer, director, trustee, or key employee:		
a	Have a direct business relationship with the organization (other than as an officer, director, trustee, or employee), or an indirect business relationship through ownership of more than 35% in another entity (individually or collectively with other person(s) listed in Part VII, Section A)? <i>If "Yes," complete Schedule L, Part IV</i>		X
b	Have a family member who had a direct or indirect business relationship with the organization? <i>If "Yes," complete Schedule L, Part IV</i>		X
c	Serve as an officer, director, trustee, key employee, partner, or member of an entity (or a shareholder of a professional corporation) doing business with the organization? <i>If "Yes," complete Schedule L, Part IV</i>		X
29	Did the organization receive more than \$25,000 in non-cash contributions? <i>If "Yes," complete Schedule M</i>		X
30	Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? <i>If "Yes," complete Schedule M</i>		X
31	Did the organization liquidate, terminate, or dissolve and cease operations? <i>If "Yes," complete Schedule N, Part I</i>		X
32	Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? <i>If "Yes," complete Schedule N, Part II</i>		X
33	Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? <i>If "Yes," complete Schedule R, Part I</i>		X
34	Was the organization related to any tax-exempt or taxable entity? <i>If "Yes," complete Schedule R, Parts II, III, IV, and V, line 1</i>	X	
35	Is any related organization a controlled entity within the meaning of section 512(b)(13)? <i>If "Yes," complete Schedule R, Part V, line 2</i>		X
36	Section 501(c)(3) organizations. Did the organization make any transfers to an exempt non-charitable related organization? <i>If "Yes," complete Schedule R, Part V, line 2</i>		
37	Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? <i>If "Yes," complete Schedule R, Part VI</i>		X

Part V Statements Regarding Other IRS Filings and Tax Compliance

		Yes	No
1a	Enter the number reported in Box 3 of Form 1096, Annual Summary and Transmittal of U.S. Information Returns. Enter -0- if not applicable		
	1a 14		
b	Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable		
	1b 0		
c	Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?	X	
2a	Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return		
	2a 11		
b	If at least one is reported on line 2a, did the organization file all required federal employment tax returns? Note. If the sum of lines 1a and 2a is greater than 250, you may be required to e-file this return. (see instructions)	X	
3a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?		X
b	If "Yes," has it filed a Form 990-T for this year? If "No," provide an explanation in Schedule O		
4a	At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?		X
b	If "Yes," enter the name of the foreign country: See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.		
5a	Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?		X
b	Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?		X
c	If "Yes," to question 5a or 5b, did the organization file Form 8886-T, Disclosure by Tax-Exempt Entity Regarding Prohibited Tax Shelter Transaction?		
6a	Did the organization solicit any contributions that were not tax deductible?		X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
7	Organizations that may receive deductible contributions under section 170(c).		
a	Did the organization provide goods or services in exchange for any quid pro quo contribution of more than \$75?		
b	If "Yes," did the organization notify the donor of the value of the goods or services provided?		
c	Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?		
d	If "Yes," indicate the number of Forms 8282 filed during the year		
	7d		
e	Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?		
f	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?		
g	For all contributions of qualified intellectual property, did the organization file Form 8899 as required?		
h	For contributions of cars, boats, airplanes, and other vehicles, did the organization file a Form 1098-C as required?		
8	Section 501(c)(3) and other sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations. Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		
9	Section 501(c)(3) and other sponsoring organizations maintaining donor advised funds.		
a	Did the organization make any taxable distributions under section 4966?		
b	Did the organization make a distribution to a donor, donor advisor, or related person?		
10	Section 501(c)(7) organizations. Enter: N/A		
a	Initiation fees and capital contributions included on Part VIII, line 12		
	10a		
b	Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities		
	10b		
11	Section 501(c)(12) organizations. Enter: N/A		
a	Gross income from members or shareholders		
	11a		
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)		
	11b		
12a	Section 4947(a)(1) non-exempt charitable trusts. Is the organization filing Form 990 in lieu of Form 1041?		
b	If "Yes," enter the amount of tax-exempt interest received or accrued during the year N/A		
	12b		

Part VI Governance, Management, and Disclosure (Sections A, B, and C request information about policies not required by the Internal Revenue Code.)

Section A. Governing Body and Management

For each "Yes" response to lines 2-7b below, and for a "No" response to lines 8 or 9b below, describe the circumstances, processes, or changes in Schedule O. See instructions.

		Yes	No
1a	Enter the number of voting members of the governing body		
1b	Enter the number of voting members that are independent		
2	Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?		X
3	Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors or trustees, or key employees to a management company or other person?		X
4	Did the organization make any significant changes to its organizational documents since the prior Form 990 was filed?		X
5	Did the organization become aware during the year of a material diversion of the organization's assets?		X
6	Does the organization have members or stockholders?	X	
7a	Does the organization have members, stockholders, or other persons who may elect one or more members of the governing body?	X	
7b	Are any decisions of the governing body subject to approval by members, stockholders, or other persons?	X	
8	Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following:		
8a	The governing body?	X	
8b	Each committee with authority to act on behalf of the governing body?	X	
9a	Does the organization have local chapters, branches, or affiliates?	X	
9b	If "Yes," does the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with those of the organization?	X	
10	Was a copy of the Form 990 provided to the organization's governing body before it was filed? All organizations must describe in Schedule O the process, if any, the organization uses to review the Form 990		X
11	Is there any officer, director or trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O		X

Section B. Policies

		Yes	No
12a	Does the organization have a written conflict of interest policy? If "No," go to line 13	X	
12b	Are officers, directors or trustees, and key employees required to disclose annually interests that could give rise to conflicts?	X	
12c	Does the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this is done	X	
13	Does the organization have a written whistleblower policy?		X
14	Does the organization have a written document retention and destruction policy?	X	
15	Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision:		
15a	The organization's CEO, Executive Director, or top management official?	X	
15b	Other officers or key employees of the organization?		X
16a	Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?		X
16b	If "Yes," has the organization adopted a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and taken steps to safeguard the organization's exempt status with respect to such arrangements?		

Section C. Disclosure

17 List the states with which a copy of this Form 990 is required to be filed ► NONE

18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (501(c)(3)s only) available for public inspection. Indicate how you make these available. Check all that apply.
 Own website Another's website Upon request

19 Describe in Schedule O whether (and if so, how), the organization makes its governing documents, conflict of interest policy, and financial statements available to the public.

20 State the name, physical address, and telephone number of the person who possesses the books and records of the organization: ► THOMAS PACK - (513) 367-9800
701 ENTERPRISE DRIVE, HARRISON, OH 45030

Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors

Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

1a Complete this table for all persons required to be listed. Use Schedule J-2 if additional space is needed.

• List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation, and **current** key employees. Enter -0- in columns (D), (E), and (F) if no compensation was paid.

• List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.

• List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.

• List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

Check this box if the organization did not compensate any officer, director, trustee, or key employee.

(A) Name and Title	(B) Average hours per week	(C) Position (check all that apply)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
MICHAEL GAINEY DIRECTOR	1.00	X					0.	0.	0.	
GLENN GARDNER DIRECTOR	1.00	X					0.	0.	0.	
RON IVERSON DIRECTOR	1.00	X					0.	0.	0.	
ERNEST TOPE DIRECTOR	1.00	X					0.	0.	0.	
MANUEL YAZJIAN DIRECTOR	1.00	X					0.	0.	0.	
JIM ZIMMERMAN DIRECTOR	1.00	X					0.	0.	0.	
GENE BERTRAM DIRECTOR	1.00	X					0.	0.	0.	
HERMAN MAYER DIRECTOR	1.00	X					0.	0.	0.	
JOE JUAIRE PRESIDENT	10.00			X			0.	0.	0.	
TAMARA HOUK VICE-PRESIDENT	1.00			X			0.	0.	0.	
DOUG THOMPSON SECRETARY	4.00			X			0.	0.	0.	
JACK KURDZIONAK TREASURER	4.00			X			0.	0.	0.	

Part VII Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (continued)

(A) Name and title	(B) Average hours per week	(C) Position (check all that apply)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
1b Total							0.	0.	0.	

2 Total number of individuals (including those in 1a) who received more than \$100,000 in reportable compensation from the organization **0**

	Yes	No
3 Did the organization list any former officer, director or trustee, key employee, or highest compensated employee on line 1a? <i>If "Yes," complete Schedule J for such individual</i>		X
4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? <i>If "Yes," complete Schedule J for such individual</i>		X
5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization for services rendered to the organization? <i>If "Yes," complete Schedule J for such person</i>		X

Section B. Independent Contractors

1 Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization. **NONE**

(A) Name and business address	(B) Description of services	(C) Compensation

2 Total number of independent contractors (including those in 1) who received more than \$100,000 in compensation from the organization **0**

Part VIII Statement of Revenue			(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514	
Contributions, gifts, grants and other similar amounts	1 a	Federated campaigns					
	b	Membership dues	773,845.				
	c	Fundraising events					
	d	Related organizations					
	e	Government grants (contributions)					
	f	All other contributions, gifts, grants, and similar amounts not included above					
	g	Noncash contributions included in lines 1a-1f: \$					
	h	Total. Add lines 1a-1f	773,845.				
	Program Service Revenue	2 a _____ Business Code _____					
		b	_____				
c		_____					
d		_____					
e		_____					
f		All other program service revenue					
g		Total. Add lines 2a-2f					
Other Revenue	3	Investment income (including dividends, interest, and other similar amounts)	244,542.			244,542.	
	4	Income from investment of tax-exempt bond proceeds					
	5	Royalties					
	6 a	(i) Real					
		(ii) Personal					
		b	Gross Rents				
		c	Less: rental expenses				
	d	Rental income or (loss)					
	e	Net rental income or (loss)					
	7 a	(i) Securities					
		(ii) Other					
		b	Gross amount from sales of assets other than inventory	352,377.			
		c	Less: cost or other basis and sales expenses	546,859.			
	d	Gain or (loss)	-194,482.				
	e	Net gain or (loss)	-194,482.	-194,482.			
8 a	Gross income from fundraising events (not including \$ _____ of contributions reported on line 1c). See Part IV, line 18						
b	Less: direct expenses						
c	Net income or (loss) from fundraising events						
9 a	Gross income from gaming activities. See Part IV, line 19						
b	Less: direct expenses						
c	Net income or (loss) from gaming activities						
10 a	Gross sales of inventory, less returns and allowances						
b	Less: cost of goods sold						
c	Net income or (loss) from sales of inventory						
Miscellaneous Revenue		Business Code					
11 a	_____						
b	_____						
c	_____						
d	All other revenue						
e	Total. Add lines 11a-11d						
12	Total Revenue. Add lines 1h, 2g, 3, 4, 5, 6d, 7d, 8c, 9c, 10c, and 11e		823,905.	-194,482.	0.	244,542.	

Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns.

All other organizations must complete column (A) but are not required to complete columns (B), (C), and (D).

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the U.S. See Part IV, line 21				
2 Grants and other assistance to individuals in the U.S. See Part IV, line 22				
3 Grants and other assistance to governments, organizations, and individuals outside the U.S. See Part IV, lines 15 and 16				
4 Benefits paid to or for members				
5 Compensation of current officers, directors, trustees, and key employees				
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
7 Other salaries and wages	382,084.			
8 Pension plan contributions (include section 401(k) and section 403(b) employer contributions)	18,832.			
9 Other employee benefits	56,159.			
10 Payroll taxes	31,483.			
11 Fees for services (non-employees):				
a Management				
b Legal	4,936.			
c Accounting	13,250.			
d Lobbying				
e Professional fundraising services. See Part IV, line 17				
f Investment management fees	30,545.			
g Other				
12 Advertising and promotion	9,318.			
13 Office expenses	75,645.			
14 Information technology				
15 Royalties				
16 Occupancy	128,431.			
17 Travel	22,966.			
18 Payments of travel or entertainment expenses for any federal, state, or local public officials				
19 Conferences, conventions, and meetings	47,482.			
20 Interest				
21 Payments to affiliates				
22 Depreciation, depletion, and amortization	44,824.			
23 Insurance				
24 Other expenses. Itemize expenses not covered above. (Expenses grouped together and labeled miscellaneous may not exceed 5% of total expenses shown on line 25 below.)				
a PRINTING PUBLICATIONS	125,850.			
b TECHNICIAN & CERTIFICAT	105,900.			
c BOOK PUBLISHING	25,687.			
d MEMBERSHIP MATERIALS	11,151.			
e ROYALTIES	4,869.			
f All other expenses	5,933.			
25 Total functional expenses. Add lines 1 through 24f	1,145,345.			
26 Joint Costs. Check here <input type="checkbox"/> if following SOP 98-2. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation ...				

Part X Balance Sheet

		(A)		(B)
		Beginning of year		End of year
Assets	1 Cash - non-interest-bearing	63,179.	1	14,106.
	2 Savings and temporary cash investments		2	
	3 Pledges and grants receivable, net		3	
	4 Accounts receivable, net	27,826.	4	19,389.
	5 Receivables from current and former officers, directors, trustees, key employees, or other related parties. Complete Part II of Schedule L		5	
	6 Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B). Complete Part II of Schedule L		6	
	7 Notes and loans receivable, net		7	
	8 Inventories for sale or use	84,830.	8	65,361.
	9 Prepaid expenses and deferred charges		9	
	10a Land, buildings, and equipment: cost basis ...	10a 2,011,251.		
	b Less: accumulated depreciation. Complete Part VI of Schedule D	10b 988,294.		
		1,067,781.	10c	1,022,957.
	11 Investments - publicly traded securities		11	
	12 Investments - other securities. See Part IV, line 11		12	
	13 Investments - program-related. See Part IV, line 11	6,649,408.	13	5,812,086.
	14 Intangible assets		14	
15 Other assets. See Part IV, line 11	30,943.	15	28,980.	
16 Total assets. Add lines 1 through 15 (must equal line 34)	7,923,967.	16	6,962,879.	
Liabilities	17 Accounts payable and accrued expenses	11,253.	17	13,168.
	18 Grants payable		18	
	19 Deferred revenue		19	
	20 Tax-exempt bond liabilities		20	
	21 Escrow account liability. Complete Part IV of Schedule D		21	
	22 Payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L		22	
	23 Secured mortgages and notes payable to unrelated third parties		23	
	24 Unsecured notes and loans payable	940,000.	24	820,000.
	25 Other liabilities. Complete Part X of Schedule D		25	
	26 Total liabilities. Add lines 17 through 25	951,253.	26	833,168.
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.			
	27 Unrestricted net assets	-127,286.	27	-970,289.
	28 Temporarily restricted net assets	7,100,000.	28	7,100,000.
	29 Permanently restricted net assets		29	
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 30 through 34.			
	30 Capital stock or trust principal, or current funds		30	
	31 Paid-in or capital surplus, or land, building, or equipment fund		31	
	32 Retained earnings, endowment, accumulated income, or other funds		32	
33 Total net assets or fund balances	6,972,714.	33	6,129,711.	
34 Total liabilities and net assets/fund balances	7,923,967.	34	6,962,879.	

Part XI Financial Statements and Reporting

		Yes	No
1	Accounting method used to prepare the Form 990: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other		
2a	Were the organization's financial statements compiled or reviewed by an independent accountant?		X
2b	Were the organization's financial statements audited by an independent accountant?	X	
2c	If "Yes" to lines 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant?	X	
3a	As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?		X
3b	If "Yes," did the organization undergo the required audit or audits?		

Schedule D
(Form 990)

Department of the Treasury
Internal Revenue Service

Supplemental Financial Statements

▶ Attach to Form 990. To be completed by organizations that answered "Yes," to Form 990, Part IV, line 6, 7, 8, 9, 10, 11, or 12.

OMB No. 1545-0047

2008

Open to Public Inspection

Name of the organization

AMERICAN WATCHMAKERS INSTITUTE

Employer identification number

31-0731708

Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts. Complete if the organization answered "Yes" to Form 990, Part IV, line 6.

	(a) Donor advised funds	(b) Funds and other accounts
1 Total number at end of year		
2 Aggregate contributions to (during year)		
3 Aggregate grants from (during year)		
4 Aggregate value at end of year		
5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control?		<input type="checkbox"/> Yes <input type="checkbox"/> No
6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds may be used only for charitable purposes and not for the benefit of the donor or donor advisor or other impermissible private benefit?		<input type="checkbox"/> Yes <input type="checkbox"/> No

Part II Conservation Easements. Complete if the organization answered "Yes" to Form 990, Part IV, line 7.

1 Purpose(s) of conservation easements held by the organization (check all that apply).

Preservation of land for public use (e.g., recreation or pleasure) Preservation of an historically important land area

Protection of natural habitat Preservation of certified historic structure

Preservation of open space

2 Complete lines 2a-2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year.

	Held at the End of the Year
a Total number of conservation easements	2a
b Total acreage restricted by conservation easements	2b
c Number of conservation easements on a certified historic structure included in (a)	2c
d Number of conservation easements included in (c) acquired after 8/17/06	2d

3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the taxable year ▶ _____

4 Number of states where property subject to conservation easement is located ▶ _____

5 Does the organization have a written policy regarding the periodic monitoring, inspection, violations, and enforcement of the conservation easements it holds?

Yes No

6 Staff or volunteer hours devoted to monitoring, inspecting, and enforcing easements during the year ▶ _____

7 Amount of expenses incurred in monitoring, inspecting, and enforcing easements during the year ▶ \$ _____

8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)?

Yes No

9 In Part XIV, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements.

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.

Complete if the organization answered "Yes" to Form 990, Part IV, line 8.

- 1a If the organization elected, as permitted under SFAS 116, not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIV, the text of the footnote to its financial statements that describes these items.
- b If the organization elected, as permitted under SFAS 116, to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items:
- (i) Revenues included in Form 990, Part VIII, line 1 ▶ \$ _____
- (ii) Assets included in Form 990, Part X ▶ \$ _____
- 2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 relating to these items:
- a Revenues included in Form 990, Part VIII, line 1 ▶ \$ _____
- b Assets included in Form 990, Part X ▶ \$ _____

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)

- 3** Using the organization's accession and other records, check any of the following that are a significant use of its collection items (check all that apply):
- a** Public exhibition
 - b** Scholarly research
 - c** Preservation for future generations
 - d** Loan or exchange programs
 - e** Other _____
- 4** Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIV.
- 5** During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection? Yes No

Part IV Trust, Escrow and Custodial Arrangements. Complete if organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

- 1a** Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X? Yes No
- b** If "Yes," explain the arrangement in Part XIV and complete the following table:
- | | Amount |
|--|-----------|
| c Beginning balance | 1c |
| d Additions during the year | 1d |
| e Distributions during the year | 1e |
| f Ending balance | 1f |
- 2a** Did the organization include an amount on Form 990, Part X, line 21? Yes No
- b** If "Yes," explain the arrangement in Part XIV.

Part V Endowment Funds. Complete if organization answered "Yes" to Form 990, Part IV, line 10.

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance					
b Contributions					
c Investment earnings or losses					
d Grants or scholarships					
e Other expenditures for facilities and programs					
f Administrative expenses					
g End of year balance					

- 2** Provide the estimated percentage of the year end balance held as:
- a** Board designated or quasi-endowment _____ %
 - b** Permanent endowment _____ %
 - c** Term endowment _____ %
- 3a** Are there endowment funds not in the possession of the organization that are held and administered for the organization by:
- | | Yes | No |
|--|---------------|----|
| (i) unrelated organizations | 3a(i) | |
| (ii) related organizations | 3a(ii) | |
| b If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R? | 3b | |
- 4** Describe in Part XIV the intended uses of the organization's endowment funds.

Part VI Investments - Land, Buildings, and Equipment. See Form 990, Part X, line 10.

Description of investment	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Depreciation	(d) Book value
1a Land		238,739.		238,739.
b Buildings		1,173,920.	420,487.	753,433.
c Leasehold improvements				
d Equipment		598,592.	567,807.	30,785.
e Other				0.
Total. Add lines 1a-1e. (Column (d) should equal Form 990, Part X, column (B), line 10(c).)				1,022,957.

Part VII Investments - Other Securities. See Form 990, Part X, line 12.

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
Financial derivatives and other financial products		
Closely-held equity interests		
Other		
Total. (Col (b) should equal Form 990, Part X, col (B) line 12.) ▶		

Part VIII Investments - Program Related. See Form 990, Part X, line 13.

(a) Description of investment type	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
INVESTMENTS	5,812,086.	END-OF-YEAR MARKET VALUE
Total. (Col (b) should equal Form 990, Part X, col (B) line 13.) ▶	5,812,086.	

Part IX Other Assets. See Form 990, Part X, line 15.

(a) Description	(b) Book value
Total. (Column (b) should equal Form 990, Part X, col (B) line 15.) ▶	

Part X Other Liabilities. See Form 990, Part X, line 25.

(a) Description of liability	(b) Amount	
Federal income taxes		
Total. (Column (b) should equal Form 990, Part X, col (B) line 25.) ▶		

In Part XIV, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48.

Part XI Reconciliation of Change in Net Assets from Form 990 to Financial Statements

1	Total revenue (Form 990, Part VIII, column (A), line 12)	1	823,905.
2	Total expenses (Form 990, Part IX, column (A), line 25)	2	1,145,345.
3	Excess or (deficit) for the year. Subtract line 2 from line 1	3	-321,440.
4	Net unrealized gains (losses) on investments	4	
5	Donated services and use of facilities	5	
6	Investment expenses	6	
7	Prior period adjustments	7	
8	Other (Describe in Part XIV)	8	-521,563.
9	Total adjustments (net). Add lines 4-8	9	-521,563.
10	Excess or (deficit) for the year per financial statements. Combine lines 3 and 9	10	-843,003.

Part XII Reconciliation of Revenue per Audited Financial Statements With Revenue per Return

1	Total revenue, gains, and other support per audited financial statements	1	823,905.
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12:		
a	Net unrealized gains on investments	2a	
b	Donated services and use of facilities	2b	
c	Recoveries of prior year grants	2c	
d	Other (Describe in Part XIV)	2d	
e	Add lines 2a through 2d	2e	0.
3	Subtract line 2e from line 1	3	823,905.
4	Amounts included on Form 990, Part VIII, line 12, but not on line 1:		
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a	
b	Other (Describe in Part XIV)	4b	
c	Add lines 4a and 4b	4c	0.
5	Total revenue. Add lines 3 and 4c. (This should equal Form 990, Part I, line 12.)	5	823,905.

Part XIII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

1	Total expenses and losses per audited financial statements	1	1,145,345.
2	Amounts included on line 1 but not on Form 990, Part IX, line 25:		
a	Donated services and use of facilities	2a	
b	Prior year adjustments	2b	
c	Losses reported on Form 990, Part IX, line 25	2c	
d	Other (Describe in Part XIV)	2d	
e	Add lines 2a through 2d	2e	0.
3	Subtract line 2e from line 1	3	1,145,345.
4	Amounts included on Form 990, Part IX, line 25, but not on line 1:		
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a	
b	Other (Describe in Part XIV)	4b	
c	Add lines 4a and 4b	4c	0.
5	Total expenses. Add lines 3 and 4c. (This should equal Form 990, Part I, line 18.)	5	1,145,345.

Part XIV Supplemental Information

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X; Part XI, line 8; Part XII, lines 2d and 4b; and Part XIII, lines 2d and 4b.

PART XI, LINE 8 - OTHER ADJUSTMENTS:

UNREALIZED GAIN (LOSS) ON INVESTMENTS: -521563.

SCHEDULE O
(Form 990)

Department of the Treasury
Internal Revenue Service

Supplemental Information to Form 990

▶ Attach to Form 990. To be completed by organizations to provide additional information for responses to specific questions for the Form 990 or to provide any additional information.

OMB No. 1545-0047

2008

Open to Public
Inspection

Name of the organization

AMERICAN WATCHMAKERS INSTITUTE

Employer identification number

31-0731708

FORM 990, PART VI, SECTION A, LINE 6: THE ORGANIZATION IS A TRADE ASSOCIATION WITH MEMBERS

FORM 990, PART VI, SECTION A, LINE 7A: ALL INDIVIDUAL DUES PAYING MEMBERS HAVE THE RIGHT TO VOTE FOR DIRECTORS FOR THE AWCI BOARD. COMPANIES, SCHOOLS AND AFFILIATE CHAPTERS DO NOT HAVE THE RIGHT TO VOTE. INDIVIDUALS ARE ALLOWED TO VOTE FOR UP TO THREE CANDIDATES DURING THE ANNUAL ELECTION.

FORM 990, PART VI, SECTION A, LINE 7B: INDIVIDUAL MEMBERS HAVE TO APPROVE (BY A 2/3 MAJORITY OF ALL VOTES CAST) ANY MOTION THAT HAS PASSED THE BOARD OF DIRECTORS, WHERE THAT MOTION WILL CAUSE A CHANGE TO THE CONSTITUTION. ALL OTHER DECISIONS OF THE BOARD ARE BINDING AND ARE NOT SUBJECT TO THE MEMBER APPROVAL.

FORM 990, PART VI, SECTION A, LINE 10: REVIEW OF THE FORM 990 IS CONDUCTED BY ORGANIZATION'S SENIOR MANAGMENT STAFF PRIOR TO SUBMISSION TO THE IRS. FACSIMILE COPY IS PROVIDED TO ALL MEMBERS VIA THE ORGANIZATION'S WEBSITE IN A NON-PROTECTED, PUBLIC AREA.

FORM 990, PART VI, SECTION B, LINE 12C: ALL DIRECTORS SIGN AN OATH REGARDING THE CONFLICT OF INTEREST POLICY PRIOR TO THEIR BEING ALLOWED TO HAVE THEIR NAME PRINTED ON THE BALLOT FOR A DIRECTOR'S POSITION. BEYOND THAT, INDIVIDUALS ARE RELIED UPON TO REPORT WHEN THEY SUSPECT OR ARE AWARE OF ANY IMPROPRIETIES INVOLVING A CONFLICT OF INTEREST.

FORM 990, PART VI, SECTION B, LINE 15: THE COMPENSATION FOR THE EXECUTIVE

SCHEDULE O
(Form 990)

Department of the Treasury
Internal Revenue Service

Supplemental Information to Form 990

▶ Attach to Form 990. To be completed by organizations to provide additional information for responses to specific questions for the Form 990 or to provide any additional information.

OMB No. 1545-0047

2008

Open to Public Inspection

Name of the organization

AMERICAN WATCHMAKERS INSTITUTE

Employer identification number

31-0731708

DIRECTOR IS AGREED UPON BY THE EXECUTIVE COMMITTEE OF THE BOARD OF DIRECTORS.

FORM 990, PART VI, SECTION C, LINE 19: AVAILABLE UPON REQUEST

FORM 990, PART XI, LINE 2C

THERE HAS BEEN NO CHANGE IN THE PROCESS.

Related Organizations and Unrelated Partnerships

▶ **Attach to Form 990. To be completed by organizations that answered "Yes" to Form 990, Part IV, lines 33, 34, 35, 36, or 37.**
▶ **See separate instructions.**

Name of the organization **AMERICAN WATCHMAKERS INSTITUTE** **Employer identification number** **31-0731708**

Part I Identification of Disregarded Entities

(A) Name, address, and EIN of disregarded entity	(B) Primary activity	(C) Legal domicile (state or foreign country)	(D) Total income	(E) End-of-year assets	(F) Direct controlling entity

Part II Identification of Related Tax-Exempt Organizations

(A) Name, address, and EIN of related organization	(B) Primary activity	(C) Legal domicile (state or foreign country)	(D) Exempt Code section	(E) Public charity status (if section 501(c)(3))	(F) Direct controlling entity
AWI-ELM CHARITABLE TRUST - 23-7160387 701 ENTERPRISE DRIVE HARRISON, OH 45030	SUPPORT HOROLOGICAL RESEARCH AND EDUCATION	OHIO	501(C)(3)	509(A)(3) TYPE I	N/A

Part III Identification of Related Organizations Taxable as a Partnership

(A) Name, address, and EIN of related organization	(B) Primary activity	(C) Legal domicile (state or foreign country)	(D) Direct controlling entity	(E) Predominant income (related, investment, unrelated)	(F) Share of total income	(G) Share of end-of-year assets	(H) Disproportion- ate allocations?		(I) Code V-UBI amount in box 20 of Schedule K-1 (Form 1065)	(J) General or managing partner?	
							Yes	No		Yes	No

Part IV Identification of Related Organizations Taxable as a Corporation or Trust

(A) Name, address, and EIN of related organization	(B) Primary activity	(C) Legal domicile (state or foreign country)	(D) Direct controlling entity	(E) Type of entity (C corp, S corp, or trust)	(F) Share of total income	(G) Share of end-of-year assets	(H) Percentage ownership

Part V Transactions With Related Organizations

Note. Complete line 1 if any entity is listed in Parts II, III, or IV.

1 During the tax year, did the organization engage in any of the following transactions with one or more related organizations listed in Parts II-IV?

	Yes	No
a Receipt of (i) interest (ii) annuities (iii) royalties (iv) rent from a controlled entity		X
b Gift, grant, or capital contribution to other organization(s)		X
c Gift, grant, or capital contribution from other organization(s)		X
d Loans or loan guarantees to or for other organization(s)		X
e Loans or loan guarantees by other organization(s)		X
f Sale of assets to other organization(s)		X
g Purchase of assets from other organization(s)		X
h Exchange of assets		X
i Lease of facilities, equipment, or other assets to other organization(s)		X
j Lease of facilities, equipment, or other assets from other organization(s)		X
k Performance of services or membership or fundraising solicitations for other organization(s)	X	
l Performance of services or membership or fundraising solicitations by other organization(s)		X
m Sharing of facilities, equipment, mailing lists, or other assets	X	
n Sharing of paid employees		X
o Reimbursement paid to other organization for expenses		X
p Reimbursement paid by other organization for expenses		X
q Other transfer of cash or property to other organization(s)		X
r Other transfer of cash or property from other organization(s)		X

2 If the answer to any of the above is "Yes," see the instructions for information on who must complete this line, including covered relationships and transaction thresholds.

(A) Name of other organization(s)	(B) Transaction type (a-r)	(C) Amount involved
(1)		
(2)		
(3)		
(4)		
(5)		
(6)		

Part VI **Unrelated Organizations Taxable as a Partnership**

Provide the following information for each entity taxed as a partnership through which the organization conducted more than five percent of its activities (measured by total assets or gross revenue) that was not a related organization. See instructions regarding exclusion for certain investment partnerships.

(A) Name, address, and EIN of entity	(B) Primary activity	(C) Legal domicile (state or foreign country)	(D) Are all partners section 501(c)(3) organizations?		(E) Share of end-of- year assets	(F) Dispropor- tionate allocations?		(G) Code V-UBI amount in box 20 of Schedule K-1 (Form 1065)	(H) General or managing partner?	
			Yes	No		Yes	No		Yes	No

Asset No.	Description	Date Acquired	Method	Life	Line No.	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
16	TYPEWRITERS	040389	SL	10.00	16	3,860.			3,860.	3,860.		0.
2	WHEEL CUTTING MODULE	060190	SL	5.00	16	528.			528.	528.		0.
3	FILE CABINET	060190	SL	6.00	16	802.			802.	802.		0.
4	AMERICAN OFFICE PRODUCTS	040291	SL	5.00	16	979.			979.	979.		0.
5	CLASS ROOM EQUIPMENT	103191	SL	7.00	16	13,422.			13,422.	13,422.		0.
6	1991-92 ADDITIONS	063092	SL	7.00	16	775.			775.	775.		0.
7	VISUAL EDIT	063092	SL	7.00	16	2,633.			2,633.	2,633.		0.
8	STORAGE CABINETS	063092	SL	7.00	16	641.			641.	641.		0.
9	PROSEER EXTEND LATHE	063093	SL	7.00	16	6,230.			6,230.	6,230.		0.
10	1993-94 ADDITIONS	063094	SL	10.00	16	6,109.			6,109.	6,109.		0.
11	WAREHOUSE OFFICE FURNITURE	070195	SL	10.00	16	2,238.			2,238.	2,238.		0.
12	WAREHOUSE OFFICE FURNITURE	070195	SL	10.00	16	204.			204.	204.		0.
13	WAREHOUSE OFFICE FURNITURE	070195	SL	10.00	16	1,555.			1,555.	1,555.		0.
14	WAREHOUSE OFFICE FURNITURE	070195	SL	10.00	16	528.			528.	528.		0.
15	WAREHOUSE OFFICE FURNITURE	070195	SL	10.00	16	2,074.			2,074.	2,074.		0.
16	LAND	063095	NC	.000		237,566.			237,566.			0.
17	LAND IMPROVEMENTS	063095	SL	10.00	16	1,172.			1,172.	1,172.		0.
18	BUILDING - HARRISON	063095	SL	40.00	16	1105466.			1105466.	359,592.		27,637.

Asset No.	Description	Date Acquired	Method	Life	Line No.	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
19	CLOCK TOWER PENDULUM	063096	SL	40.00	16	1,719.			1,719.	558.		43.
20	CLOCK TOWER	063096	SL	40.00	16	4,032.			4,032.	1,309.		101.
21	FURNITURE & FIXTURES	063095	SL	10.00	16	108,342.			108,342.	108,342.		0.
22	SIGN	063095	SL	10.00	16	4,584.			4,584.	4,584.		0.
23	SECURITY SYSTEM	063096	SL	10.00	16	9,930.			9,930.	9,930.		0.
24	EDITING SYSTEM UPGRADE	071801	SL	5.00	16	1,245.			1,245.	1,244.		0.
25	AUDIO VISUAL SYSTEM	063096	SL	10.00	16	21,636.			21,636.	20,000.		0.
26	LATHES	063096	SL	10.00	16	39,256.			39,256.	39,256.		0.
27	VIBROGRAPH	063096	SL	6.00	16	3,095.			3,095.	3,095.		0.
28	OFFICE FURNITURE	121597	200DB	5.00	17	6,607.			6,607.	6,607.		0.
29	NEW COMPUTER SYSTEM	011598	200DB	5.00	17	25,512.			25,512.	25,512.		0.
30	COMPUTER PROTECTION SUITE	011499	200DB	3.00	17	3,063.			3,063.	3,063.		0.
31	IMIS SOFTWARE(GREAT PLAINS)	012099	200DB	3.00	17	36,570.			36,570.	36,570.		0.
32	NETWORK SERVER	012199	200DB	5.00	17	10,006.			10,006.	10,006.		0.
33	COMPAQ ARMADA 1700	012899	200DB	5.00	17	6,067.			6,067.	6,067.		0.
34	IMIS SOFTWARE TRAINING	052899	200DB	3.00	17	17,343.			17,343.	17,343.		0.
35	CANON IR 600 PRINTER/COPIER	052899	200DB	5.00	17	1,666.			1,666.	1,666.		0.
36	DELL 500 PIII COMPUTER	052899	200DB	5.00	17	2,406.			2,406.	2,406.		0.

Asset No.	Description	Date Acquired	Method	Life	Line No.	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
37	DELL 550 PIII COMPUTER	062399	200DB	5.00	17	2,943.			2,943.	2,943.		0.
38	CANON 9000S FAX EQUIPMENT FOR	062899	200DB	5.00	17	2,915.			2,915.	2,915.		0.
39	SCHOOL-R.HOVEY	012899	200DB	5.00	17	17,414.			17,414.	17,414.		0.
40	DSR-30	021699	200DB	5.00	17	3,346.			3,346.	3,346.		0.
41	VIDEO EDITING SYSTEM	032599	200DB	5.00	17	7,589.			7,589.	7,589.		0.
42	CANNON COPIER	052899	200DB	5.00	17	25,223.			25,223.	25,223.		0.
43	COMPUTER	052200	200DB	5.00	17	1,721.			1,721.	1,721.		0.
44	COMPUTER EQUIPMENT	052300	200DB	5.00	17	759.			759.	759.		0.
45	JACOT TOOL-CLASSROOM	011200	200DB	5.00	17	1,100.			1,100.	1,100.		0.
46	DESK-CLASSROOM	032800	200DB	5.00	17	2,405.			2,405.	2,405.		0.
47	CROSS-SLIDES A/V EDITING STATION	071699	200DB	5.00	17	16,030.			16,030.	16,030.		0.
48	UPGRADE SECURITY SYSTEM-ADDL	041400	200DB	5.00	17	1,272.			1,272.	1,272.		0.
49	ZONE	122199	SL	10.00	16	673.			673.	571.		67.
50	KINGSTON SERVER	052901	200DB	5.00	17	2,974.			2,974.	2,974.		0.
51	PHONE SYSTEM W/ VOICEMAIL	101700	200DB	5.00	17	16,522.			16,522.	16,522.		0.
52	DELL COMPUTER 4100 PIII	102200	200DB	5.00	17	1,667.			1,667.	1,667.		0.
53	POSTAGE METER	083000	200DB	5.00	17	3,100.			3,100.	3,100.		0.
54	BINDING MACHINE	073100	200DB	5.00	17	1,059.			1,059.	1,059.		0.

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55	SHERLINE EQUIPT.	022801	200DB	5.00	17	2,221.			2,221.	2,221.		0.
56	DEVELOPMENT OF NEW WEB SITE	101501	SL	3.00	16	2,000.			2,000.	2,000.		0.
57	A/V EQUIPMENT	101801	SL	5.00	16	5,000.			5,000.	5,000.		0.
58	DESK & BOOKCASE	020802	SL	5.00	16	1,169.			1,169.	1,168.		0.
59	SERVER	041702	SL	3.00	16	9,657.			9,657.	9,657.		0.
60	VIDEO DUPLICATION SYSTEM	052402	SL	5.00	16	1,582.			1,582.	1,582.		0.
61	5 COMPUTER WORKSTATIONS	041702	SL	5.00	16	10,498.			10,498.	10,498.		0.
62	SONY E540 21" TRINITRON MONITOR	040403	200DB	5.00	17	635.			635.	635.		0.
63	INSTALLATION OF SPRINKLER SYSTEM MODIF	093002	200DB	5.00	17	1,789.			1,789.	1,789.		0.
64	OFFICE EQUIPMENT	072202	200DB	5.00	17	2,021.			2,021.	2,021.		0.
65	INTEL PENTIUM 4, 3 SCANJEST	092302	200DB	5.00	17	4,628.			4,628.	4,628.		0.
66	OFFICE EQUIPMENT	112202	200DB	5.00	17	1,134.			1,134.	1,134.		0.
67	DLP PROJECTOR, CROWN MODEL	032303	200DB	5.00	17	4,470.			4,470.	4,470.		0.
68	4 INTEL PENTIUM 4S	062203	200DB	5.00	17	8,471.			8,471.	8,471.		0.
69	BALANCE OF PENIUM 4S - ACCOUNTS PAYABLE	063003	200DB	5.00	17	1,825.			1,825.	1,825.		0.
70	WEBSITE - WEBSITE DEVELOPMENT	060104	SL	3.00	16	32,065.		16,032.	16,033.	16,033.		0.
71	DELL P4	082204	200DB	5.00	17	1,702.			1,702.	1,408.		196.
72	WEBSITE DEVELOPMENT	082204	SL	3.00	16	19,600.			19,600.	19,600.		0.

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73	DELL PENTIUM 4 OAK CABINET	04/24/05	200DB	5.00	17	1,532.			1,532.	1,267.		177.
74	(CONFERENCE ROOM)	06/23/05	200DB	5.00	17	745.			745.	617.		85.
75	ETA MOVEMENTS	12/30/04	200DB	7.00	17	3,623.		1,812.	1,811.	1,245.		162.
76	EDGEWIRE	05/23/06	SL	5.00	16	1,661.			1,661.	692.		332.
77	CARPET	12/12/05	SL	7.00	16	14,426.			14,426.	5,324.		2,061.
78	BUILDING IMPROVEMENTS - STUDE	03/16/06	SL	15.00	16	31,302.			31,302.	4,870.		2,087.
79	DELL COMPUTER SYSTEM	07/24/05	SL	7.00	16	1,171.			1,171.	487.		167.
80	INTERIOR PAINTING	01/27/06	SL	7.00	16	8,466.			8,466.	2,922.		1,209.
81	WEIGHING PLATFORM - PITNEY BOWES	05/23/06	SL	7.00	16	2,998.			2,998.	892.		428.
82	DELL COMPUTER	12/23/05	SL	5.00	16	1,322.			1,322.	660.		264.
83	FILE CABINETS	01/31/06	SL	5.00	16	1,809.			1,809.	875.		362.
84	LOCKERS	02/23/06	SL	5.00	16	1,584.			1,584.	740.		317.
85	FLOOR TILE	02/28/06	SL	5.00	16	1,248.			1,248.	583.		250.
86	COLOR LASER JET PRINTER	03/23/06	SL	5.00	16	1,038.			1,038.	468.		208.
87	CABINETS AND COUNTERS	04/30/06	SL	5.00	16	1,043.			1,043.	453.		209.
88	2 COMPUTER SYSTEMS - MICROCENTER	06/23/06	SL	5.00	16	2,109.			2,109.	844.		422.
89	DV CAMCORDER	09/24/06	200DB	5.00	17	898.			898.	467.		172.
90	BENCHES FOR CLASSROOM	10/06/06	200DB	7.00	17	39,965.			39,965.	15,496.		6,991.

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91	LCD PROJECTOR	032307	200DB	5.00	17	752.			752.	391.		144.
	* TOTAL 990 PAGE 10 DEPR					2026732.		17,844.	2008888.	942,943.	0.	44,091.