



See a Social Security Number? Say Something!
Report Privacy Problems to <https://public.resource.org/privacy>
Or call the IRS Identity Theft Hotline at 1-800-908-4490



Return of Organization Exempt From Income Tax

2007

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)

Open to Public Inspection

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

A For the 2007 calendar year, or tax year beginning SEP 1, 2007 **and ending** AUG 31, 2008

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 ENVIRONMENT CALIFORNIA, INC.		D Employer identification number 45-0493983
		Number and street (or P O box if mail is not delivered to street address) Room/suite 1107 9TH STREET 601		E Telephone number (916) 448-4516
		City or town, state or country, and ZIP + 4 SACRAMENTO, CA 95814		F Accounting method <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> 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).

G Website: WWW.ENVIRONMENTCALIFORNIA.ORG

J Organization type (check only one) 501(c) (4) (insert no) 4947(a)(1) or 527

K Check here if the organization is not a 509(a)(3) supporting organization and its gross receipts are normally not more than \$25,000. A return is not required, but if the organization chooses to file a return, be sure to file a complete return

H and I are not applicable to section 527 organizations.
H(a) Is this a group return for affiliates? Yes No
H(b) If "Yes," enter number of affiliates N/A
H(c) Are all affiliates included? N/A Yes No (If "No," attach a list)
H(d) Is this a separate return filed by an organization covered by a group ruling? Yes No
I Group Exemption Number N/A

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 **3,547,054.**

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

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances

Revenue					
1	Contributions, gifts, grants, and similar amounts received				
a	Contributions to donor advised funds	1a			
b	Direct public support (not included on line 1a)	1b	3,543,367.		
c	Indirect public support (not included on line 1a)	1c			
d	Government contributions (grants) (not included on line 1a)	1d			
e	Total (add lines 1a through 1d) (cash \$ 3,543,367. noncash \$)	1e		1e	3,543,367.
2	Program service revenue including government fees and contracts (from Part VII, line 93)	2		2	
3	Membership dues and assessments	3		3	
4	Interest on savings and temporary cash investments	4		4	3,687.
5	Dividends and interest from securities	5		5	
6a	Gross rents	6a			
b	Less rental expenses	6b			
c	Net rental income or (loss) Subtract line 6b from line 6a	6c		6c	
7	Other investment income (describe)	7		7	
8a	Gross amount from sales of assets other than inventory	(A) Securities		(B) Other	
b	Less cost or other basis and sales expenses	8a		8b	
c	Gain or (loss) (attach schedule)	8c		8c	
d	Net gain or (loss) (combine lines 8c, 8d, 9c, and 10c)	8d		8d	
9	Special events and activities (attach schedule) If any amount is from gaming, check here <input type="checkbox"/>				
a	Gross revenue (not including \$ of contributions reported on line 1b)	9a		9a	
b	Less direct expenses other than fundraising expenses	9b		9b	
c	Net income or (loss) from special events Subtract line 9b from line 9a	9c		9c	
10a	Gross sales of inventory, less returns and allowances	10a		10a	
b	Less cost of goods sold	10b		10b	
c	Gross profit or (loss) from sales of inventory (attach schedule) Subtract line 10b from line 10a	10c		10c	
11	Other revenue (from Part VII, line 103)	11		11	
12	Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11	12		12	3,547,054.
13	Program services (from line 44, column (B))	13		13	2,858,091.
14	Management and general (from line 44, column (C))	14		14	24,876.
15	Fundraising (from line 44, column (D))	15		15	815,863.
16	Payments to affiliates (attach schedule) SEE STATEMENT 2	16		16	17,280.
17	Total expenses. Add lines 16 and 44, column (A)	17		17	3,716,110.
18	Excess or (deficit) for the year Subtract line 17 from line 12	18		18	<169,056.>
19	Net assets or fund balances at beginning of year (from line 73, column (A))	19		19	2,822,356.
20	Other changes in net assets or fund balances (attach explanation)	20		20	0.
21	Net assets or fund balances at end of year Combine lines 18, 19, and 20	21		21	2,653,300.

SCANNED AUG 12 2009

RECEIVED
JUL 24 2009
SOS
UGDEN, ST

6109

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
22a Grants paid from donor advised funds (attach schedule) (cash \$ <u>0</u> noncash \$ <u>0</u>) If this amount includes foreign grants, check here <input type="checkbox"/>				
22b Other grants and allocations (attach schedule) (cash \$ <u>2012144</u> noncash \$ <u>0</u>) If this amount includes foreign grants, check here <input type="checkbox"/>	22b 2,012,144.	2,012,144.	STATEMENT 4	
23 Specific assistance to individuals (attach schedule)	23			
24 Benefits paid to or for members (attach schedule)	24			
25a Compensation of current officers, directors, key employees, etc listed in Part V-A	25a 0.	0.	0.	0.
b Compensation of former officers, directors, key employees, etc listed in Part V-B	25b 0.	0.	0.	0.
c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)	25c			
26 Salaries and wages of employees not included on lines 25a, b, and c	26 74,837.	62,115.	5,238.	7,484.
27 Pension plan contributions not included on lines 25a, b, and c	27 1,753.	1,455.	123.	175.
28 Employee benefits not included on lines 25a - 27	28 3,352.	2,782.	235.	335.
29 Payroll taxes	29 6,861.	5,695.	480.	686.
30 Professional fundraising fees	30			
31 Accounting fees	31 8,199.	5,329.	2,870.	
32 Legal fees	32			
33 Supplies	33 287.	238.	20.	29.
34 Telephone	34 1,842.	1,529.	129.	184.
35 Postage and shipping	35 1,471.	1,221.	103.	147.
36 Occupancy	36 9,662.	8,019.	677.	966.
37 Equipment rental and maintenance	37 703.	583.	50.	70.
38 Printing and publications	38 8,522.	7,073.	597.	852.
39 Travel	39 5,669.	4,706.	396.	567.
40 Conferences, conventions, and meetings	40 957.	794.	67.	96.
41 Interest	41			
42 Depreciation, depletion, etc. (attach schedule)	42 1,057.	877.	74.	106.
43 Other expenses not covered above (itemize)	43a			
a _____	43b			
b _____	43c			
c _____	43d			
d _____	43e			
e _____	43f			
f _____	43g SEE STATEMENT 3	1,561,514.	743,531.	13,817.
44 Total functional expenses Add lines 22a through 43g (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	44 3,698,830.	2,858,091.	24,876.	815,863.

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 \$ N/A, (ii) the amount allocated to Program services \$ N/A,
 (iii) the amount allocated to Management and general \$ N/A, and (iv) the amount allocated to Fundraising \$ N/A

Part III Statement of Program Service Accomplishments (See the instructions.)

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments

What is the organization's primary exempt purpose? ► SEE STATEMENT 5	Program Service Expenses (Required for 501(c)(3) and (4) orgs, and 4947(a)(1) trusts, but optional for others)
All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)	
a SEE ATTACHED STATEMENT 	
(Grants and allocations \$ 2,012,144.) If this amount includes foreign grants, check here ► <input type="checkbox"/>	2,858,091.
b 	
(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
c 	
(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
d 	
(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
e Other program services (attach schedule)	
(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
f Total of Program Service Expenses (should equal line 44, column (B), Program services) ►	2,858,091.

Part IV Balance Sheets (See the instructions.)

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

		(A) Beginning of year	(B) End of year
Assets	45 Cash - non-interest-bearing	492. 45	732,165.
	46 Savings and temporary cash investments	11,033. 46	328,315.
	47 a Accounts receivable	47a 1,666,371.	
	b Less: allowance for doubtful accounts	47b	47c 1,666,371.
	48 a Pledges receivable	48a	
	b Less: allowance for doubtful accounts	48b	48c
	49 Grants receivable		49
	50 a Receivables from current and former officers, directors, trustees, and key employees		50a
	b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)		50b
	51 a Other notes and loans receivable	51a 400,000.	
	b Less: allowance for doubtful accounts	51b	51c 400,000.
	52 Inventories for sale or use		52
	53 Prepaid expenses and deferred charges	941. 53	224.
	54 a Investments - publicly-traded securities <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54a
	b Investments - other securities <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54b
55 a Investments - land, buildings, and equipment: basis	55a		
b Less: accumulated depreciation	55b	55c	
56 Investments - other		56	
57 a Land, buildings, and equipment, basis	57a 5,286.		
b Less: accumulated depreciation STMT 6	57b 2,451.	57c 2,090.	
58 Other assets, including program-related investments (describe <input type="checkbox"/> SECURITY DEPOSIT)	0. 58	100,000.	
59 Total assets (must equal line 74). Add lines 45 through 58	2,847,816. 59	3,229,910.	
Liabilities	60 Accounts payable and accrued expenses	25,460. 60	576,610.
	61 Grants payable		61
	62 Deferred revenue		62
	63 Loans from officers, directors, trustees, and key employees		63
	64 a Tax-exempt bond liabilities		64a
	b Mortgages and other notes payable		64b
	65 Other liabilities (describe <input type="checkbox"/>)		65
66 Total liabilities. Add lines 60 through 65	25,460. 66	576,610.	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.		
	67 Unrestricted	2,822,356. 67	2,653,300.
	68 Temporarily restricted		68
	69 Permanently restricted		69
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74.		
	70 Capital stock, trust principal, or current funds		70
	71 Paid-in or capital surplus, or land, building, and equipment fund		71
	72 Retained earnings, endowment, accumulated income, or other funds		72
73 Total net assets or fund balances. Add lines 67 through 69 or lines 70 through 72 (Column (A) must equal line 19 and column (B) must equal line 21)	2,822,356. 73	2,653,300.	
74 Total liabilities and net assets/fund balances. Add lines 66 and 73	2,847,816. 74	3,229,910.	

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

a	Total revenue, gains, and other support per audited financial statements		a	N/A
b	Amounts included on line a but not on Part I, line 12			
1	Net unrealized gains on investments	b1		
2	Donated services and use of facilities	b2		
3	Recoveries of prior year grants	b3		
4	Other (specify): _____	b4		
	Add lines b1 through b4		b	
c	Subtract line b from line a		c	
d	Amounts included on Part I, line 12, but not on line a :			
1	Investment expenses not included on Part I, line 6b	d1		
2	Other (specify): _____	d2		
	Add lines d1 and d2		d	
e	Total revenue (Part I, line 12). Add lines c and d		e	

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

a	Total expenses and losses per audited financial statements		a	N/A
b	Amounts included on line a but not on Part I, line 17			
1	Donated services and use of facilities	b1		
2	Prior year adjustments reported on Part I, line 20	b2		
3	Losses reported on Part I, line 20	b3		
4	Other (specify) _____	b4		
	Add lines b1 through b4		b	
c	Subtract line b from line a		c	
d	Amounts included on Part I, line 17, but not on line a :			
1	Investment expenses not included on Part I, line 6b	d1		
2	Other (specify): _____	d2		
	Add lines d1 and d2		d	
e	Total expenses (Part I, line 17). Add lines c and d		e	

Part V-A Current Officers, Directors, Trustees, and Key Employees (List each person who was an officer, director, trustee, or key employee at any time during the year even if they were not compensated.) (See the 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 & deferred compensation plans	(E) Expense account and other allowances
FAYE PARK 1107 9TH STREET, NO. 601 SACRAMENTO, CA 95814	TREASURER 1.00	0.	0.	0.
CINDY KANG 1107 9TH STREET, NO. 601 SACRAMENTO, CA 95814	DIRECTOR 1.00	0.	0.	0.
PARKER BLACKMAN 1107 9TH STREET, NO. 601 SACRAMENTO, CA 95814	SECRETARY 1.00	0.	0.	0.
SUE MORAN 1107 9TH STREET, NO. 601 SACRAMENTO, CA 95814	DIRECTOR 1.00	0.	0.	0.

Part V-A Current Officers, Directors, Trustees, and Key Employees (continued) **Yes No**

75 a Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings 4

b Are any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, related to each other through family or business relationships? If "Yes," attach a statement that identifies the individuals and explains the relationship(s) **75b** X

c Do any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, receive compensation from any other organizations, whether tax exempt or taxable, that are related to the organization? See the instructions for the definition of "related organization."
If "Yes," attach a statement that includes the information described in the instructions. **75c** X

d Does the organization have a written conflict of interest policy? **75d** X

Part V-B Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other Benefits (If any former officer, director, trustee, or key employee received compensation or other benefits (described below) during the year, list that person below and enter the amount of compensation or other benefits in the appropriate column. See the instructions.)

(A) Name and address	(B) Loans and Advances	(C) Compensation (if not paid, enter -0-)	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
NONE				

Part VI Other Information (See the instructions) **Yes No**

76 Did the organization make a change in its activities or methods of conducting activities? If "Yes," attach a detailed statement of each change **76** X

77 Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes. **77** X

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

b If "Yes," has it filed a tax return on Form 990-T for this year? N/A **78b**

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

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

b If "Yes," enter the name of the organization N/A
_____ and check whether it is exempt or nonexempt

81 a Enter direct and indirect political expenditures (See line 81 instructions.) **81a** 0.

b Did the organization file Form 1120-POL for this year? **81b** X

Part VI Other Information (continued)		Yes	No
82 a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?		X
b	If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.)		
	82b N/A		
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?	X	
b	Did the organization comply with the disclosure requirements relating to <i>quid pro quo</i> contributions?	X	
84 a	Did the organization solicit any contributions or gifts 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?	X	
85 a	501(c)(4), (5), or (6). Were substantially all dues nondeductible by members?	X	
b	Did the organization make only in-house lobbying expenditures of \$2,000 or less? If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.		X
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?		
	N/A		
85g			
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?		
	N/A		
85h			
86	501(c)(7) 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 a	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX		X
b	At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Part XI		X
88b			
89 a	501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 N/A, section 4912 N/A, section 4955 N/A		
b	501(c)(3) and 501(c)(4) organizations. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction		X
89b			
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.		
89e	All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?		X
f	All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?		X
89f			
g	For supporting organizations and sponsoring organizations maintaining donor advised funds. Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		X
89g			
90 a	List the states with which a copy of this return is filed CA		
b	Number of employees employed in the pay period that includes March 12, 2007	90b	5
91 a	The books are in care of THE ORGANIZATION Telephone no (916) 448-4516 Located at 1107 9TH STREET, SACRAMENTO, CA ZIP + 4 95814		
b	At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If "Yes," enter the name of the foreign country N/A See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.		X
91b			

Part VI Other Information (continued) Yes No

- c At any time during the calendar year, did the organization maintain an office outside of the United States? 91c Yes No
 If "Yes," enter the name of the foreign country N/A
- 92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041- Check here
 and enter the amount of tax-exempt interest received or accrued during the tax year 92 N/A

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

Note: Enter gross amounts unless otherwise indicated

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclu- sion code	(D) Amount	
93 Program service revenue:					
a _____					
b _____					
c _____					
d _____					
e _____					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	3,687.	
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue:					
a _____					
b _____					
c _____					
d _____					
e _____					
104 Subtotal (add columns (B), (D), and (E))		0.		3,687.	0.
105 Total (add line 104, columns (B), (D), and (E))					3,687.

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

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See the instructions.)

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes)
▼	

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

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

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

- (a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? Yes 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)

Part XI Information Regarding Transfers To and From Controlled Entities. Complete only if the organization is a controlling organization as defined in section 512(b)(13). N/A

106 Did the reporting organization make any transfers to a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.

Yes No

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

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

Yes No

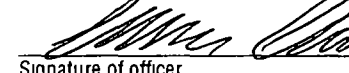
	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a	----- ----- -----			
b	----- ----- -----			
c	----- ----- -----			
Totals				

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

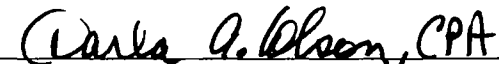
Yes No

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.

Please Sign Here


7/15/09
 Signature of officer Date
 Christopher Clair State Administrator
 Type or print name and title

Paid Preparer's Use Only

Preparer's signature  Date 7/13/09 Check if self-employed Preparer's SSN or PTIN (See Gen Inst X) P00027123
 Firm's name (or yours if self-employed), address, and ZIP + 4 GILBERT ASSOCIATES, INC. EIN 68-0037990
2880 GATEWAY OAKS DR, STE 100 Phone no 916-646-6464
SACRAMENTO, CA 95833

2007 DEPRECIATION AND AMORTIZATION REPORT

FORM 990 PAGE 2

990

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
	MACHINERY & EQUIPMENT											
11	LAPTOP COMPUTER	083005SL		5.00	16	2,087.			2,087.	834.		417.
12	LAPTOP COMPUTER	090105SL		5.00	16	1,397.			1,397.	560.		279.
23	LAPTOP COMPUTER	090107SL		5.00	16	1,802.			1,802.			361.
	* 990 PAGE 2 TOTAL					5,286.		0.	5,286.	1,394.	0.	1,057.
	MACHINERY & EQUIPMENT											
	* GRAND TOTAL 990 PAGE 2 DEPR					5,286.		0.	5,286.	1,394.	0.	1,057.

FOOTNOTES

STATEMENT 1

WE PREPARED THE RETURN BASED ON THE INFORMATION AVAILABLE.
THE FINANCIAL STATEMENT AUDIT IS CURRENTLY IN PROCESS.
IF NECESSARY, THE RETURN WILL BE AMENDED ONCE THE AUDIT IS
COMPLETE.

ELECTION NOT TO CLAIM THE ADDITIONAL FIRST YEAR DEPRECIATION
ALLOWABLE UNDER IRC SEC. 168(K)
FOR THE YEAR ENDING 8/31/08

ENVIRONMENT CALIFORNIA, INC. HEREBY ELECTS,
PURSUANT TO IRC IRC SEC. 168(K)(2)(D)(III),
NOT TO CLAIM THE ADDITIONAL 50% DEPRECIATION ALLOWABLE UNDER
IRC SEC. 168(K) FOR THE FOLLOWING QUALIFYING PROPERTY PLACED
IN SERVICE DURING THE 2008 YEAR.

ASSET #23 'LAPTOP COMPUTER'

STATEMENT OF AMENDMENT OF BY-LAWS OF
THE ENVIRONMENT CALIFORNIA, INC.:

I HEREBY VERIFY THAT THE ATTACHED IS A CONFORMED COPY
OF THE BY-LAWS AS AMENDED WHICH WERE ADOPTED BY THE
BOARD OF DIRECTORS.

X

CHRIS CLAIR, ADMINISTRATOR

Amendments to Bylaws:
(all new text is highlighted in yellow)

Article II: Purposes and Powers

(1) Environment California is organized not for profit and is operated exclusively for the promotion of social welfare within the meaning of Section 501(c)(4) of the Internal Revenue Code.

The purpose of Environment California is to engage in activities, including public education, research, lobbying, litigation, issue advocacy, and other communications and activities to promote pro-environment political ideas, policies and leaders.

The foregoing purpose shall include educating the public about the records and positions of political candidates on environmental issues, and engaging in programs to support the election of pro-environment political candidates.

Environment California shall not participate or intervene in political campaigns on behalf of or in opposition to any candidate for public office to an extent that would disqualify it from tax exemption under Section 501(c)(4) of the Internal Revenue Code.

(2) [same]

Article III: Board of Directors

(1) [same]

(2) The original Board of Directors shall be appointed by the incorporators. The Board may be expanded, vacancies on the Board may be filled, and directors may be removed from office with or without cause by a majority vote of the directors then in office, subject to the consent of the Executive Committee or Board of the Public Interest Network, Inc. The Public Interest Network, Inc. may, by a two-thirds vote of its Board of Directors, expand, fill a vacancy, or remove a director of the corporation from office with or without any action on the part of the Board of the corporation.

Pursuant to Article VII below, at least one (1) Director shall be elected by the individual Supporting Members and Grassroots Members of Environment California, according to these Bylaws or as otherwise provided by the Board of Directors. Should the member-elected Director resign or be removed from office, the remaining Directors then in office may fill the vacancy temporarily, but only until such time as Environment California may hold an election by the members to replace the member-elected Director and in any event no longer than six (6) months after resignation or removal.

(3) [same]

Article VII: Members and Voting

1. Environment California shall have no members under California state law.
2. The Board of Directors designates two classes of supporters, which shall be defined as follows:
 - a. Contributing Members, who also may be called "Supporting Members" or a similar term otherwise designated by the Board of Directors. Contributing members are members who, in addition to meeting the criteria set forth for membership in Section 3 of this Article, shall contribute annually to the corporation at or above an established level; and
 - b. Affirmation Members, who also may be called "Grassroots Supporters" or a similar term otherwise designated by the Board of Directors. Affirmation Members will meet the criteria set forth for membership in Section 3 of this Article.
3. The Board of Directors establishes the following criteria for membership for both classes:
 - a. Members shall make an affirmative declaration of their desire to join as a member of the corporation;
 - b. Members shall sign a statement indicating their support for the corporation's mission; and
 - c. Members shall affirm their desire to remain a member of the corporation at least annually, either by making a contribution or by making an affirmative declaration.
4. The Board of Directors establishes the following rights of members of the corporation:
 - a. The right to vote for one member of the Board of Directors pursuant to a voting process set forth either in these bylaws or designated by the Board of Directors;
 - b. The right to have one's name included on the roll of active members;
 - c. The right to receive the corporation's newsletter, which the corporation sends electronically;
 - d. The right to attend member events, participate in citizen projects and take actions to effectuate the corporation's programmatic goals; and
 - e. The right to advise the corporation on policy initiatives and priorities through means designated by the Board of Directors, such as by participating in surveys and/or advisory committees.

The provisions of this policy shall be implemented in whole or in part by the Executive Director or the Executive Director's designee.

Voting:

Both Supporting Members and Grassroots Members have the opportunity to vote for one Director of the corporation.

The term of the member-elected Director is one year.

Voting will take place electronically, either by email or on the corporation's website. The voting process will be determined by the Board of Directors then in office and made available to members electronically via email or on the corporation's website."

Article XII: Effective Date

These By-Laws shall be effective as of [whatever this already says].

Amended: Articles II, IIV and VII on DAY, MONTH, 2008.

FORM 990 PAYMENTS TO AFFILIATES STATEMENT 2

AFFILIATE'S NAME	AFFILIATE'S ADDRESS	AMOUNT
U.S. PIRG	44 WINTER STREET, 4TH FLOOR BOSTON, MA 02108	17,280.
PURPOSE OF PAYMENT		
NATIONAL AFFILIATE DUES		17,280.
TOTAL TO FORM 990, PART I, LINE 16		17,280.

FORM 990 OTHER EXPENSES STATEMENT 3

DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
CITIZEN OUTREACH EXPENSE	1,528,360.	724,245.		804,115.
BOOKS	76.	63.	5.	8.
FILING FEES	160.	133.	11.	16.
MISCELLANEOUS	177.	147.	11.	19.
BANK CHARGES	84.	70.	6.	8.
PAYROLL PROCESSING	1,948.	1,266.	682.	
CONSULTANTS	27,088.	17,607.	9,481.	
INSURANCE	3,621.		3,621.	
TOTAL TO FM 990, LN 43	1,561,514.	743,531.	13,817.	804,166.

FORM 990	CASH GRANTS AND ALLOCATIONS TO OTHERS	STATEMENT	4
----------	--	-----------	---

CLASS OF ACTIVITY/DONEE'S NAME AND ADDRESS	AMOUNT
GRANT ENVIRONMENT AMERICA 44 WINTER STREET, 4TH FLOOR BOSTON, MA 02108	556,098.
GRANT ENVIRONMENT ARIZONA ONE RENAISSANCE SQ., 2. N. CENTRAL AVE., STE 170-486 PHOENIX, AZ 85004	32,838.
GRANT ENVIRONMENT COLORADO 1536 WYNKOOP ST., FIRST FLOOR, SUITE 100 DENVER, CO 80202	3,013.
GRANT ENVIRONMENT CONNECTICUT 198 PARK RD., 2ND FL WEST HARTFORD, CT 06119	64,787.
GRANT ENVIRONMENT FLORIDA 926 E. PARK AVE. TALLAHASSEE, FL 32301	117,274.
GRANT ENVIRONMENT GEORGIA 817 WEST PEACHTREE ST. N.W., STE. 204 ATLANTA, GA 30308	62,994.
GRANT ENVIRONMENT IOWA 3209 INGERSOLL AVE., STE. 210 DES MOINES, IA 50312	101,589.
GRANT ENVIRONMENT MAINE 39 EXCHANGE ST., SUITE 301 PORTLAND, ME 04101	42,235.
GRANT ENVIRONMENT MARYLAND 3121 ST. PAUL ST., SUITE 26 BALTIMORE, MD 21218-3857	53,075.

GRANT ENVIRONMENT MASSACHUSETTS 44 WINTER STREET, SUITE 401 BOSTON, MA 02108	164,030.
GRANT ENVIRONMENT MICHIGAN 103 E. LIBERTY, SUITE 202 ANN ARBOR, MI 48104	121,556.
GRANT ENVIRONMENT NEW HAMPSHIRE 30 SOUTH MAIN STREET, SUITE 301 CONCORD, NH 03301	53,047.
GRANT ENVIRONMENT NEW JERSEY 143 EAST STATE STREET, SUITE 7 TRENTON, NJ 08608	71,100.
GRANT ENVIRONMENT NEW MEXICO PO BOX 40173 ALBUQUERQUE, NM 87196	33,551.
GRANT ENVIRONMENT NORTH CAROLINA 112 SOUTH BLOUNT STREET, SUITE 102 RALEIGH, NC 27601	75,582.
GRANT ENVIRONMENT OHIO 203 E. BROAD STREET, SUITE 3 COLUMBUS, OH 43215	86,639.
GRANT ENVIRONMENT OREGON 1536 SE 11TH AVENUE, SUITE B PORTLAND, OR 97214	122,137.
GRANT ENVIRONMENT RHODE ISLAND 9 SOUTH ANGELL ST., 2ND FLR PROVIDENCE, RI 02906	58,481.
GRANT ENVIRONMENT TEXAS 815 BRAZOS, SUITE 600 AUSTIN, TX 78701	4,318.

GRANT
 ENVIRONMENT WASHINGTON
 1402 THIRD AVENUE, STE 717
 SEATTLE, WA 98101

68,014.

GRANT
 ENVIRONMENT WISCONSIN
 122 STATE ST., STE 310
 MADISON, WI 53703

119,786.

TOTAL INCLUDED ON FORM 990, PART II, LINE 22B

2,012,144.

FORM 990 STATEMENT OF ORGANIZATION'S PRIMARY EXEMPT PURPOSE STATEMENT 5
 PART III

EXPLANATION

WE ALL WANT CLEAN AIR, CLEAN WATER, AND OPEN SPACES. BUT IT TAKES INDEPENDENT RESEARCH AND TOUGH-MINDED ADVOCACY TO WIN CONCRETE RESULTS FOR OUR ENVIRONMENT, ESPECIALLY WHEN POWERFUL INTERESTS STAND IN THE WAY OF ENVIRONMENTAL PROGRESS. THAT'S THE IDEA BEHIND ENVIRONMENT CALIFORNIA. WE FOCUS EXCLUSIVELY ON PROTECTING CALIFORNIA'S AIR, WATER AND OPEN SPACES. WE SPEAK OUT AND TAKE ACTION AT THE LOCAL, STATE AND NATIONAL LEVELS TO IMPROVE THE QUALITY OF OUR ENVIRONMENT AND OUR LIVES.

FORM 990 DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT STATEMENT 6

DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
MACHINERY & OTHER EQUIPMENT	5,286.	2,451.	2,835.
TOTAL TO FORM 990, PART IV, LN 57	5,286.	2,451.	2,835.

STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS

Solar Power

Environment California continued to advance the installation of solar power in California homes by sponsoring Assembly Bill 1920. AB 1920 would require electrical companies to buy surplus power generated from homeowners on an annual basis, helping encourage energy conservation and efficiency, providing further incentive for installing roof top solar. Environment California also worked to support the extension of federal tax credits for residential and commercial solar systems.

Preservation

In January 2008, California's budget problems led Governor Schwarzenegger to propose closing 48 state parks as part of balancing the state budget, despite the fact closing the park would save only \$9 million, less than .1 percent of the state budget. In response, Environment California met with key officials and launched a coordinated media campaign to keep the state's parks open. Within a week, over 31,000 Environment California members and supporters had emailed the governor and asked him to save the parks. Due to strong advocacy, media attention and active public support, the governor withdrew the proposal, keeping the parks open.

Global Warming

In 2006, California passed the nation's first global warming pollution cap. By 2008, a major question before the state became how the state would achieve the pollution reduction goals set under the mandate. During 2008, Environment California worked to support strong clean energy measures that would achieve the greatest pollution reductions, such as renewable energy mandates, while advocating for a 100% auction with the state's cap-and-trade program. A 100% auction simply means that every large emitter of global warming pollution must pay for the right to pollute. The billions of dollars in funds collected would then be invested in new clean energy projects and pollution reduction programs. To achieve this goal, Environment California met with key decision makers and dedicated our citizen outreach efforts towards educating the public and generating grassroots supports for auctions. Throughout the summer and fall, our citizen outreach staff spoke with over 200,000 Californians about polluters paying for pollution and over 75,000 members sent emails and sent postcards calling on 100% auctions. On December 11, California released a final plan for cutting global warming pollution, which included a commitment to achieving the goal of 100% auctioning.

Oceans

In 2008, Environment California defended our oceans and coast from oil drilling after the federal government overturned the 27-year moratorium on off shore oil drilling, endangering thousands of miles of coastline. We worked with California State Assembly member Pedro Nava, and a majority of state legislators, to declare California's official opposition to offshore drilling. In May, we passed another resolution with California State Assembly

member Julia Brownley urging the federal government to enforce better management for fishing practice to safeguard our oceans from over fishing.

Toxics

Throughout 2008, Environment California continued in its efforts at reducing human exposure to toxic chemicals. In September those efforts paid off when Gov Schwarzenegger signed Assembly Bill 1879 (Feuer) and Assembly Bill 509 (Simitian). Together, these bills created the most comprehensive chemical reform policy in US history. Nicknamed the "Green Chemistry Initiative", these bills gave a state agency the authority to regulate and protect consumers from toxic chemicals and inform consumers about what chemicals are in common everyday products.

Depreciation and Amortization 990
(Including Information on Listed Property)

2007

Department of the Treasury
Internal Revenue Service

▶ See separate instructions. ▶ Attach to your tax return.

Attachment
Sequence No **67**

Name(s) shown on return

Business or activity to which this form relates

Identifying number

ENVIRONMENT CALIFORNIA, INC.

FORM 990 PAGE 2

45-0493983

Part I Election To Expense Certain Property Under Section 179 Note. *If you have any listed property, complete Part V before you complete Part I*

1 Maximum amount. See the instructions for a higher limit for certain businesses	1	125,000.
2 Total cost of section 179 property placed in service (see instructions)	2	
3 Threshold cost of section 179 property before reduction in limitation	3	500,000.
4 Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5 Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6 (a) Description of property	(b) Cost (business use only)	(c) Elected cost
7 Listed property. Enter the amount from line 29	7	
8 Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9 Tentative deduction. Enter the smaller of line 5 or line 8	9	
10 Carryover of disallowed deduction from line 13 of your 2006 Form 4562	10	
11 Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11	
12 Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13 Carryover of disallowed deduction to 2008. Add lines 9 and 10, less line 12	13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)

14 Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year	14	
15 Property subject to section 168(f)(1) election	15	
16 Other depreciation (including ACRS)	16	1,057.

Part III MACRS Depreciation (Do not include listed property.) (See instructions)

Section A

17 MACRS deductions for assets placed in service in tax years beginning before 2007	17	
18 If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here	<input type="checkbox"/>	

Section B - Assets Placed in Service During 2007 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property	/		27.5 yrs	MM	S/L	
	/		27.5 yrs	MM	S/L	
i Nonresidential real property	/		39 yrs.	MM	S/L	
	/			MM	S/L	

Section C - Assets Placed in Service During 2007 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year	/		40 yrs.	MM	S/L	

Part IV Summary (see instructions)

21 Listed property. Enter amount from line 28	21	
22 Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.	22	1,057.
23 For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Part V Listed Property (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement.)
Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A - Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles)

24a Do you have evidence to support the business/investment use claimed? Yes No 24b If "Yes," is the evidence written? Yes No

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction	(i) Elected section 179 cost
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use							25	
26 Property used more than 50% in a qualified business use:								
		%						
		%						
		%						
27 Property used 50% or less in a qualified business use:								
		%				S/L -		
		%				S/L -		
		%				S/L -		
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1							28	
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1								29

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles

	(a) Vehicle		(b) Vehicle		(c) Vehicle		(d) Vehicle		(e) Vehicle		(f) Vehicle	
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
30 Total business/investment miles driven during the year (do not include commuting miles)												
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year. Add lines 30 through 32												
34 Was the vehicle available for personal use during off-duty hours?												
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons.

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use?		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2007 tax year:					
43 Amortization of costs that began before your 2007 tax year					43
44 Total. Add amounts in column (f). See the instructions for where to report					44