

Return of Organization Exempt From Income Tax

OMB No 1545-0047

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

2003

Open to Public Inspection

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 2003 calendar year, or tax year beginning , and ending

B Check if applicable

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

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

C Name of organization

LOS GATOS ACADEMY

Number and street (or P.O. box if mail is not delivered to street address)

220 BELGATOS ROAD

City or town

LOS GATOS

State or country

CA

Room/suite

ZIP + 4

95032

D Employer identification number

77-0192378

E Telephone number

408-358-1046

F Accounting method

☒ Cash☐ Accrual☐ Other (specify) ▶

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

H and I are not applicable to section 527 organizations

H(a) Is this a group return for affiliates?

☐ Yes☒ No

H(b) If "Yes," enter number of affiliates

N/A

H(c) Are all affiliates included?

N/A

☐ Yes☐ No

(If "No," attach a list. See instructions.)

H(d) Is this a separate return filed by an organization covered by a group ruling?

☐ Yes☒ No

I Group Exemption Number ▶

G Website: ▶ N/A

J Organization type (check only one)

☒ 501(c)(3)

(insert no.)

☐ 4947(a)(1) or☐ 527

K Check here

☐

if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS, but if the organization received a Form 990 Package in the mail, it should file a return without financial data. Some states require a complete return.

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 ▶

1,127,590

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 (See page 18 of the instructions.)

Revenue

Expenses

Net Assets

1 Contributions, gifts, grants, and similar amounts received:

a Direct public support

1a

60,013

b Indirect public support

1b

c Government contributions (grants)

1c

d Total (add lines 1a through 1c) (cash \$ 60,013 noncash \$)

1d

60,013

2 Program service revenue including government fees and contracts (from Part VII, line 93)

2

1,067,552

3 Membership dues and assessments

3

0

4 Interest on savings and temporary cash investments

4

25

5 Dividends and interest from securities

5

0

6a Gross rents

6a

b Less: rental expenses

6b

c Net rental income or (loss) (subtract line 6b from line 6a)

6c

0

7 Other investment income (describe ▶)

7

0

8a Gross amount from sales of assets other than inventory

(A) Securities

8a

(B) Other

8b

0

b Less: cost or other basis and sales expenses

8b

0

c Gain or (loss) (attach schedule)

8c

0

d Net gain or (loss) (combine line 8c, columns (A) and (B))

8d

0

9 Special events and activities (attach schedule). If any amount is from gaming, check here ☐

a Gross revenue (not including \$ 60,013 of contributions reported on line 1a)

9a

0

b Less: direct expenses other than fundraising expenses

9b

0

c Net gain or (loss) from special events (subtract line 9b from line 9a)

9c

0

10a Gross sales of inventory, less returns and allowances

10a

b Less: cost of goods sold

10b

c Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)

10c

0

11 Other revenue (from Part VII, line 103)

11

0

12 Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)

12

1,127,590

13 Program services (from line 44, column (B))

13

1,038,643

14 Management and general (from line 44, column (C))

14

51,151

15 Fundraising (from line 44, column (D))

15

13,746

16 Payments to affiliates (attach schedule)

16

0

17 Total expenses (add lines 16 and 44, column (A))

17

1,103,540

18 Excess or (deficit) for the year (subtract line 17 from line 12)

18

24,050

19 Net assets or fund balances at beginning of year (from line 73, column (A))

19

65,459

20 Other changes in net assets or fund balances (attach explanation)

20

-14,280

21 Net assets or fund balances at end of year (combine lines 18, 19, and 20)

21

75,229

SCANNED MAY 26 2004

Part II Statement of Functional Expenses

All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others. (See page 22 of the instructions.)

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising	
22	Grants and allocations (attach schedule) (cash \$ 0 noncash \$ 0)	22	0	0		
23	Specific assistance to individuals (attach schedule)	23	0			
24	Benefits paid to or for members (attach schedule)	24	0			
25	Compensation of officers, directors, etc.	25	46,270	46,270		
26	Other salaries and wages	26	213,017	213,017		
27	Pension plan contributions	27	0			
28	Other employee benefits	28	0			
29	Payroll taxes	29	0			
30	Professional fundraising fees	30	0			
31	Accounting fees	31	3,244	3,244		
32	Legal fees	32	8,250	8,250		
33	Supplies	33	0			
34	Telephone	34	3,389	3,389		
35	Postage and shipping	35	1,963	1,963		
36	Occupancy	36	531,260	531,260		
37	Equipment rental and maintenance	37	0			
38	Printing and publications	38	0			
39	Travel	39	0			
40	Conferences, conventions, and meetings	40	0			
41	Interest	41	3,602	3,602		
42	Depreciation, depletion, etc. (attach schedule)	42	13,701	13,701		
43	Other expenses not covered above (itemize): a SEE STM 1PRO	43a	260,217	260,217		
b	SEE STM 2 OTHER MGNT & GEN.	43b	4,881	4,881		
c	SEE STM 3 OTHER FUNDRAISING	43c	13,746		13,746	
d		43d	0			
e		43e	0			
f		43f	0			
44	Total functional expenses (add lines 22 through 43) Organizations completing columns (B)-(D), carry these totals to lines 13-15	44	1,103,540	1,038,643	51,151	13,746

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 \$ 0 ; (ii) the amount allocated to Program services \$; (iii) the amount allocated to Management and general \$; and (iv) the amount allocated to Fundraising \$

Part III Statement of Program Service Accomplishments (See page 25 of the instructions.)What is the organization's primary exempt purpose? ☒ EDUCATION IN A RELIGIOUS CONTEXT

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.)

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

a APPROXIMATELY 80 CHILDREN RECEIVE YEAR ROUND 1ST GRADE THROUGH HIGH SCHOOL EDUCATION IN A RELIGIOUS CONTEXT.

(Grants and allocations \$) 1,038,643

b

(Grants and allocations \$)

c

(Grants and allocations \$)

d

(Grants and allocations \$)

e Other program services (attach schedule)

(Grants and allocations \$)

f Total of Program Service Expenses (should equal line 44, column (B), Program services)

1,038,643

Part IV Balance Sheets (See page 25 of 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	26,668	45	95,673	
	46	Savings and temporary cash investments	839	46		
	47 a	Accounts receivable	47a	-4,876		
	b	Less: allowance for doubtful accounts	47b	0	47c	-4,876
				-5,259		
	48 a	Pledges receivable	48a	0		
	b	Less: allowance for doubtful accounts	48b	0	48c	0
	49	Grants receivable		49		
	50	Receivables from officers, directors, trustees, and key employees (attach schedule)		50	0	
	51 a	Other notes and loans receivable (attach schedule)	51a	0		
	b	Less: allowance for doubtful accounts	51b	0	51c	0
	52	Inventories for sale or use		52		
	53	Prepaid expenses and deferred charges		53		
	54	Investments—securities (attach schedule) <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54	0	
	Liabilities	55 a	Investments—land, buildings, and equipment: basis	55a	0	
b		Less: accumulated depreciation (attach schedule)	55b	0	55c	0
56		Investments—other (attach schedule)		56	0	
57 a		Land, buildings, and equipment: basis	57a	195,924		
b		Less: accumulated depreciation (attach schedule)	57b	151,147	57c	44,777
58		Other assets (describe <input type="checkbox"/> See attached worksheet)		58	74,153	
59		Total assets (add lines 45 through 58) (must equal line 74)		59	209,727	
60		Accounts payable and accrued expenses		60		
61		Grants payable		61		
62		Deferred revenue		62		
Net Assets or Fund Balances	63	Loans from officers, directors, trustees, and key employees (attach schedule)	0	63	0	
	64 a	Tax-exempt bond liabilities (attach schedule)	0	64a	0	
	b	Mortgages and other notes payable (attach schedule)	0	64b	0	
	65	Other liabilities (describe <input type="checkbox"/> See attached worksheet)	92,337	65	134,498	
	66	Total liabilities (add lines 60 through 65)	92,337	66	134,498	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.					
	67	Unrestricted		67		
	68	Temporarily restricted		68		
	69	Permanently restricted		69		
	Organizations that do not follow SFAS 117, check here <input checked="" 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	65,459	72	75,229	
	73	Total net assets or fund balances (add lines 67 through 69 or lines 70 through 72; column (A) must equal line 19; column (B) must equal line 21)	65,459	73	75,229	
74	Total liabilities and net assets / fund balances (add lines 66 and 73)	157,796	74	209,727		

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

Part IV-A Reconciliation of Revenue per Audited Financial Statements with Revenue per Return (See page 27 of the instructions.)

a	Total revenue, gains, and other support per audited financial statements . . . ▶	a	
b	Amounts included on line a but not on line 12, Form 990:		
(1)	Net unrealized gains on investments . . . \$		
(2)	Donated services and use of facilities . . . \$		
(3)	Recoveries of prior year grants . . . \$		
(4)	Other (specify):		
	\$		
	\$		
	Add amounts on lines (1) through (4) . . . ▶	b	0
c	Line a minus line b . . . ▶	c	0
d	Amounts included on line 12, Form 990 but not on line a :		
(1)	Investment expenses not included on line 6b, Form 990 . . . \$		
(2)	Other (specify):		
	\$		
	\$		
	Add amounts on lines (1) and (2) . . . ▶	d	0
e	Total revenue per line 12, Form 990 (line c plus line d) . . . ▶	e	0

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

a	Total expenses and losses per audited financial statements . . . ▶	a	
b	Amounts included on line a but not on line 17, Form 990:		
(1)	Donated services and use of facilities . . . \$		
(2)	Prior year adjustments reported on line 20, Form 990 . . . \$		
(3)	Losses reported on line 20, Form 990 . . . \$		
(4)	Other (specify):		
	\$		
	\$		
	Add amounts on lines (1) through (4) . . . ▶	b	0
c	Line a minus line b . . . ▶	c	0
d	Amounts included on line 17, Form 990 but not on line a :		
(1)	Investment expenses not included on line 6b, Form 990 . . . \$		
(2)	Other (specify):		
	\$		
	\$		
	Add amounts on lines (1) and (2) . . . ▶	d	0
e	Total expenses per line 17, Form 990 (line c plus line d) . . . ▶	e	0

Part V List of Officers, Directors, Trustees, and Key Employees (List each one even if not compensated; see page 27 of 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	(E) Expense account and other allowances
Name JEAN SPINNER Str 16736 CHIRCO City LOS GATOS ST CA ZIP 95032	Title DIRECTOR Hr/WK 40	17,177	0	0
Name HOWARD SPINNE Str 16736 CHIRCO City LOS GATOS ST CA ZIP 95032	Title DIRECTOR Hr/WK 0	0	0	0
Name LAUREN WILSON Str 16259 CAMELIA TE City LOS GATOS ST CA ZIP 95032	Title DIRECTOR Hr/WK 40	29,093	0	0
Name KATHY FESHBAC Str 310 W DRUID RD City CLEARWATER ST FL ZIP	Title DIRECTOR Hr/WK 0	0	0	0
Name MATT FESHBAC Str 310 W DRUID RD City CLEARWATER ST FL ZIP	Title DIRECTOR Hr/WK 0	0	0	0
Name MYRNA JACOBS Str 4330 TALOA AVE City TOLUCK ST CA ZIP	Title DIRECTOR Hr/WK 0	0	0	0
Name Str City ST ZIP	Title Hr/WK			
Name Str City ST ZIP	Title Hr/WK			
Name Str City ST ZIP	Title Hr/WK			
Name Str City ST ZIP	Title Hr/WK			

75 Did any officer, director, trustee, or key employee receive aggregate compensation of more than \$100,000 from your organization and all related organizations, of which more than \$10,000 was provided by the related organizations? If "Yes," attach schedule—see page 28 of the instructions

▶ ☐ Yes ☒ No

Part VI Other Information (See page 28 of the instructions.)

	Yes	No
76 Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity	76	X
77 Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes.	77	X
78 a Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?	78a	X
b If "Yes," has it filed a tax return on Form 990-T for this year?	78b N/A	
79 Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79	X
80 a Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?	80a	X
b If "Yes," enter the name of the organization ▶ _____ _____ and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt.		
81 a Enter direct and indirect political expenditures. See line 81 instructions 81a		
b Did the organization file Form 1120-POL for this year?	81b	X
82 a Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	82a	X
b If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.) 82b N/A		
83 a Did the organization comply with the public inspection requirements for returns and exemption applications?	83a X	
b Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	83b X	
84 a Did the organization solicit any contributions or gifts that were not tax deductible?	84a	X
b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	84b N/A	N/A
85 501(c)(4), (5), or (6) organizations. a Were substantially all dues nondeductible by members?	85a	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.	85b	N/A
c Dues, assessments, and similar amounts from members 85c		
d Section 162(e) lobbying and political expenditures 85d		
e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices 85e		
f Taxable amount of lobbying and political expenditures (line 85d less 85e) 85f 0		
g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	85g	N/A
h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	85h	N/A
86 501(c)(7) orgs. Enter: a Initiation fees and capital contributions included on line 12 86a		
b Gross receipts, included on line 12, for public use of club facilities 86b		
87 501(c)(12) orgs. Enter: a Gross income from members or shareholders 87a		
b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.) 87b		
88 At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX 88		X
89 a 501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 ▶ _____; section 4912 ▶ _____; section 4955 ▶ _____		
b 501(c)(3) and 501(c)(4) orgs. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction 89b		X
c Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ▶ N/A		
d Enter: Amount of tax on line 89c, above, reimbursed by the organization ▶ N/A		
90 a List the states with which a copy of this return is filed ▶ CALIFORNIA		
b Number of employees employed in the pay period that includes March 12, 2003 (See instructions.) 90b		15
91 The books are in care of ▶ Name LAUREN WILSON Telephone no ▶ 408-358-1046 Located at ▶ 220 BELGATOS ROAD City LOS GATOS ST CA Zip + 4 ▶ 95032		
92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 —Check here ▶ <input type="checkbox"/> 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 page 33 of the instructions.)**Note:** Enter gross amounts unless otherwise indicated

	Unrelated business income		Excluded by section 512, 513, or 514		(E)
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	Related or exempt function income
93 Program service revenue					
a TUITION					697,906
b SCHOOL RENT					332,225
c TESTING, TUTORING, CONTRACT, ET.					19,241
d DAYCARE FEES					11,130
e MATERIALS FEES					7,050
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	25	
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		25	1,067,552
105 Total (add line 104, columns (B), (D), and (E))					1,067,577

Note: Line 105 plus line 1d, Part I, should equal the amount on line 12, Part I**Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes** (See page 34 of the instructions.)

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

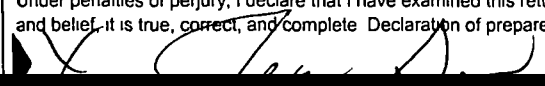
Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See page 34 of the instructions.)

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
N/A	%		0	0
	%		0	0
	%		0	0
	%		0	0

Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See page 34 of 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).

Please	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.			
	 Date <u>5/24/04</u>			
	Date	Check if	Preparer's SSN or PTIN (See Gen. Inst. W)	

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Organization Exempt Under Section 501(c)(3)

(Except Private Foundation) and Section 501(e), 501(f), 501(k),
501(n), or Section 4947(a)(1) Nonexempt Charitable Trust

Supplementary Information—(See separate instructions.)

OMB No 1545-0047

2003

▶ **MUST be completed by the above organizations and attached to their Form 990 or 990-EZ**

Name of the organization

LOS GATOS ACADEMY

Employer identification number

77-0192378

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

(See page 1 of the instructions. List each one. If there are none, enter "None.")

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
Name NONE Str City ST Zip Country	Title Avg hr/wk			
Name Str City ST Zip Country	Title Avg hr/wk			
Name Str City ST Zip Country	Title Avg hr/wk			
Name Str City ST Zip Country	Title Avg hr/wk			
Name Str City ST Zip Country	Title Avg hr/wk			
Total number of other employees paid over \$50,000 ▶				

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

(See page 2 of the instructions. List each one (whether individuals or firms). If there are none, enter "None.")

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
Name NONE Str City ST ZIP Country Check here if a business <input type="checkbox"/>		
Name Str City ST ZIP Country Check here if a business <input type="checkbox"/>		
Name Str City ST ZIP Country Check here if a business <input type="checkbox"/>		
Name Str City ST ZIP Country Check here if a business <input type="checkbox"/>		
Name Str City ST ZIP Country Check here if a business <input type="checkbox"/>		
Total number of others receiving over \$50,000 for professional services ▶		

Part III Statements About Activities (See page 2 of the instructions.)

Yes No

- 1 During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ► \$ 0 (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.)

1 X

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

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

- a Sale, exchange, or leasing of property? 2a X
 b Lending of money or other extension of credit? 2b X
 c Furnishing of goods, services, or facilities? 2c X
 d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)? See Part V Form 990 2d X

- e Transfer of any part of its income or assets? 2e X

- 3 a Do you make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how you determine that recipients qualify to receive payments.) 3a X

- b Do you have a section 403(b) annuity plan for your employees? 3b X

- 4 Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds? 4 X

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

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

- 5 ☐ A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).
 6 ☒ A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)
 7 ☐ A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).
 8 ☐ A Federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).
 9 ☐ A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). Enter the hospital's name, city, and state ► City ST Country
 10 ☐ An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)
 11 a ☐ An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
 11 b ☐ A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
 12 ☐ An organization that normally receives: (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions—subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
 13 ☐ An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in: (1) lines 5 through 12 above; or (2) section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2). (See section 509(a)(3).)

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

(a) Name(s) of supported organization(s)	(b) Line number from above

- 14 ☐ An organization organized and operated to test for public safety. Section 509(a)(4). (See page 6 of the instructions.)

Part IV-A Support Schedule (Complete only if you checked a box on line 10, 11, or 12.) **Use cash method of accounting.****Note:** You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.

Calendar year (or fiscal year beginning in)	(a) 2002	(b) 2001	(c) 2000	(d) 1999	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)					0
16 Membership fees received					0
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose					0
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975					0
19 Net income from unrelated business activities not included in line 18					0
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					0
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					0
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					0
23 Total of lines 15 through 22	0	0	0	0	0
24 Line 23 minus line 17	0	0	0	0	0
25 Enter 1% of line 23	0	0	0	0	
26 Organizations described on lines 10 or 11:					
a Enter 2% of amount in column (e), line 24					26a 0
b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 1999 through 2002 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts					26b
c Total support for section 509(a)(1) test: Enter line 24, column (e)					26c 0
d Add: Amounts from column (e) for lines:					
18 0 19 0					
22 0 26b 0					26d 0
e Public support (line 26c minus line 26d total)					26e 0
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))					26f 0.00%
27 Organizations described on line 12:					
a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." Do not file this list with your return. Enter the sum of such amounts for each year:					
(2002) (2001) (2000) (1999)					
b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year:					
(2002) (2001) (2000) (1999)					
c Add: Amounts from column (e) for lines:					
15 0 16 0					
17 0 20 0 21 0					27c 0
d Add: Line 27a total and line 27b total					27d 0
e Public support (line 27c total minus line 27d total)					27e 0
f Total support for section 509(a)(2) test: Enter amount from line 23, column (e)					27f 0
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))					27g 0.00%
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))					27h 0.00%
28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 1999 through 2002, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15.					

Part V Private School Questionnaire (See page 7 of the instructions.)

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

	Yes	No
29 Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?	29 X	
30 Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?	30 X	
31 Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.) DURING REGISTRATION NONDISCRIMINATORY POLICY DISCLOSED	31 X	
32 Does the organization maintain the following:		
a Records indicating the racial composition of the student body, faculty, and administrative staff?	32a X	
b Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b X	
c Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c X	
d Copies of all material used by the organization or on its behalf to solicit contributions?	32d X	
If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.)		
33 Does the organization discriminate by race in any way with respect to:		
a Students' rights or privileges?	33a	X
b Admissions policies?	33b	X
c Employment of faculty or administrative staff?	33c	X
d Scholarships or other financial assistance?	33d	X
e Educational policies?	33e	X
f Use of facilities?	33f	X
g Athletic programs?	33g	X
h Other extracurricular activities?	33h	X
If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)		
34 a Does the organization receive any financial aid or assistance from a governmental agency?	34a	X
b Has the organization's right to such aid ever been revoked or suspended?	34b	X
If you answered "Yes" to either 34a or b, please explain using an attached statement.		
35 Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If "No," attach an explanation	35 X	

Part VI-A Lobbying Expenditures by Electing Public Charities (See page 9 of the instructions.)(To be completed **ONLY** by an eligible organization that filed Form 5768)Check **a** ☐ if the organization belongs to an affiliated groupCheck **b** ☐ if you checked "a" and "limited control" provisions apply.**Limits on Lobbying Expenditures**

(The term "expenditures" means amounts paid or incurred.)

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

Caution: If there is an amount on either line 43 or line 44, you must file Form 4720**4-Year Averaging Period Under Section 501(h)**

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below)

See the instructions for lines 45 through 50 on page 11 of the instructions.)

Calendar year (or fiscal year beginning in) ►	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 2003	(b) 2002	(c) 2001	(d) 2000	(e) Total
45	Lobbying nontaxable amount				0
46	Lobbying ceiling amount (150% of line 45(e))				0
47	Total lobbying expenditures				0
48	Grassroots nontaxable amount				0
49	Grassroots ceiling amount (150% of line 48(e))				0
50	Grassroots lobbying expenditures				0

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See page 12 of the instructions.)

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

	Yes	No	Amount
a Volunteers			
b Paid staff or management (Include compensation in expenses reported on lines c through h.)			
c Media advertisements			
d Mailings to members, legislators, or the public			
e Publications, or published or broadcast statements			
f Grants to other organizations for lobbying purposes			
g Direct contact with legislators, their staffs, government officials, or a legislative body			
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means			
i Total lobbying expenditures (Add lines c through h.)			0

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

Depreciation and Amortization

(Including Information on Listed Property)

OMB No 1545-0172

2003Department of the Treasury
Internal Revenue Service

▶ See separate instructions ▶ Attach to your tax return

Attachment
Sequence No. 67Name(s) shown on return
LOS GATOS ACADEMY

Business or activity to which this form relates

Identifying number
77-0192378**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 page 2 of the instructions for a higher limit for certain businesses	1	100,000
2 Total cost of section 179 property placed in service (see page 2 of the instructions).	2	0
3 Threshold cost of section 179 property before reduction in limitation	3	400,000
4 Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	0
5 Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see page 2 of the instructions	5	100,000

(a) Description of property	(b) Cost (business use only)	(c) Elected cost	
6	0	0	
7 Listed property. Enter the amount from line 29	7	0	
8 Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7		8	0
9 Tentative deduction. Enter the smaller of line 5 or line 8		9	0
10 Carryover of disallowed deduction from line 13 of your 2002 Form 4562.		10	0
11 Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)		11	0
12 Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11		12	0
13 Carryover of disallowed deduction to 2004. Add lines 9 and 10, less line 12 ▶	13	0	

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 (see page 3 of the instructions)	14	0
15 Property subject to section 168(f)(1) election (see page 4 of the instructions)	15	
16 Other depreciation (including ACRS) (see page 4 of the instructions)	16	0

Part III MACRS Depreciation (Do not include listed property.) (See page 4 of the instructions.)**Section A**

17 MACRS deductions for assets placed in service in tax years beginning before 2003	17	13,701
18 If you are electing under section 168(i)(4) 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 2003 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19 a 3-year property						0
b 5-year property						0
c 7-year property						0
d 10-year property						0
e 15-year property						0
f 20-year property						0
g 25-year property			25 yrs		S/L	0
h Residential rental property			27.5 yrs.	MM	S/L	0
i Nonresidential real property			27.5 yrs.	MM	S/L	0
			39 yrs.	MM	S/L	0
				MM	S/L	

Section C - Assets Placed in Service During 2003 Tax Year Using the Alternative Depreciation System

20 a Class life					S/L	0
b 12-year			12 yrs		S/L	0
c 40-year			40 yrs.	MM	S/L	0

Part IV Summary (see page 6 of the instructions)

21 Listed property. Enter amount from line 28	21	0
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 instructions	22	13,701
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	

For Paperwork Reduction Act Notice, see separate instructions.

Form 4562 (2003)

(HTA)

STM 1 FORM 990 PART II LINE 43 OTHER PROGRAM SERVICE EXPENSE**Total:****260,217**

1	BANK FEES	1	73
2	CLASSROOM SUPPLIES	2	6,926
3	VEHICLE EXPENSE	3	1,680
4	ESTATES EXPENSE	4	2,424
5	LICENSES AND FEES	5	50,716
6	INSURANCE EXPENSE	6	17,760
7	OUTSIDE SERVICES	7	45,490
8	PROMO MARKETING AND PR	8	12,384
9	BAD DEBT EXPENSE	9	8,156
10	UTILITIES EXPENSE	10	35,805
11	EDUCATIONAL PROGRAMS	11	40,555
12	PROGRAMS EXPENSE	12	4,003
13	INSURANCE EXPENSE	13	17,760
14	STAFF CONT EDUCATION	14	6,212
15	JANITORIAL SERVICES	15	1,260
16	OTHER EXPENSE	16	407
17	TELEPHONE EXPENSE	17	3,419
18	DUES AND SUBSCRIPTIONS	18	205
19	COPIES AND PRINTING	19	2,571
20	POSTAGE AND SHIPPING	20	1,963
21	GRADUATION EXPENSE	21	4
22	REPAIRS AND MAINTENANCE	22	444
23		23	
24		24	
25		25	
26		26	
27		27	
28		28	
29		29	
30		30	
31		31	
32		32	
33		33	
34		34	
35		35	
36		36	
37		37	
38		38	
39		39	
40		40	

STM 2 FORM 990 LINE 43B OTHER MGNT & GEN. EXPENSE**Total:****4,881**

1	OFFICE SUPPLIES	1	1,688
2	PETTY CASH OVERH AND SHORT	2	45
3	OFFICE EQUIPMENT EXPENSE	3	3,148
4		4	
5		5	
6		6	
7		7	
8		8	
9		9	
10		10	

STM. 3 FORM 990 LINE 43C OTHER FUNDRAISING EXPENSE**Total:****13,746**

1	STUDENT ART SHOW EXPENSE	1	13,746
2		2	
3		3	
4		4	
5		5	

Line 1a (990) - Direct public support

1	
2	
3	
4	
5	
6	
7	
8	
9	
10	

Line 20 (990) - Other changes in net assets or fund balances

1	ACCOUNTING DEPARTMENT CORRECTED SOME BALANCE SHEET ITEMS	1	-14,280
2		2	
3		3	
4		4	
5		5	
6		6	
7		7	
8		8	
9		9	
10	Total	10	-14,280

Line 47 (990) - Accounts receivable

		Accounts receivable		Allowance for doubtful accounts	
		Beginning	End	Beginning	End
1	TUITION PREPAYMENT	1	-5,259	-4,876	
2		2			
3		3			
4		4			
5		5			
6		6			
7		7			
8		8			
9		9			
10		10			
11	Total accounts receivable	11	-5,259	-4,876	0

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

Land (net of any amortization)			Land (net of any amortization)		
			Beginning		End
1		1			
2		2			
3		3			
4		4			
5		5			
6	Total land (net of any amortization)	6	0		0

Buildings and equipment		Buildings and equipment		Accumulated depreciation		
		Beginning	End	Beginning	End	
7	EQUIPMENT	7	195,924	195,924	134,061	151,147
8		8				
9		9				
10		10				
11		11				
12		12				
13		13				
14		14				
15		15				
16		16				
17	Total buildings and equipment	17	195,924	195,924	134,061	151,147
18	Buildings and equipment (less accumulated depreciation)	18			61,863	44,777
19	Total land, buildings and equipment	19			61,863	44,777

Category or Item		Cost/Other Basis		Accumulated Depreciation	Book Value
1	1				
2	2				
3	3				
4	4				
5	5				
6	6				
7	7				
8	8				
9	9				
10	10				
11	11	0	0	0	0

Line 58 (990) - Other assets

		Beginning		End
1	1	70,000		70,000
2	2	440		481
3	3	2,491		2,872
4	4	754		
5	5			800
6	6			
7	7			
8	8			
9	9			
10	10			
11	11	73,685		74,153

Line 65 (990) - Other liabilities

		Beginning	End
1	PLAYGROUND EQUIPMENT BANK LOAN	39,089	25,910
2	UNION SCHOOL DISTRICT	0	44,409
3	CREDIT CARD	578	1,835
4	ADVANCED TUITION PAYMENTS	31,740	41,514
5	CHALLENGER SCHOOL DEPOSIT	20,930	20,830
6			
7			
8			
9			
10			
11	Total other liabilities	92,337	134,498

FORM 990 EXEMPT ORGANIZATION TAX RETURN

PART VIII- RELATIONSHIP OF ACTIVITIES TO ACCOMPLISHMENT OF EXEMPT PURPOSE

LINE NO.	EXPLANATION
93A	TUITION PAID BY PARENTS OF CHILDREN ATTENDING SCHOOL PROVIDING EDUCATION IN A RELIGIOUS CONTEST IS OUR PRIMARY EXEMPTION PURPOSE
93B	SCHOOLS PROVIDE REIMBURSEMENT FOR SCHOOL FACILITIES RENTAL FOR SCHOOL EXEMPT PRIMARY PURPOSE.
93C	TESTING AND TUTORING SERVICES AND CONTRACT BREAKAGE REIMBURSEMENT FOR SCHOOL EXEMPT PRIMARY PURPOSE.
93D	DAYCARE FEES FOR ATTENDING AFTER SCHOOL CARE PROVIDED ONLY FOR OUR STUDENTS AND PARENTS CONVENIENCE AND ONLY TO FACILITATE THE OPERATION OF THE SCHOOL.
93E	REIMBURSEMENT FOR EDUCATION MATERIALS BY STUDENTS FOR STUDENT EDUCATION AND DEVELOPMENT TOWARDS PRIMARY EXEMPT PURPOSE.

Federal Book Depreciation

Asset Information

Item No.	Description of Property	Date Placed in Service	Asset Code	Bus. Use %	Placed In Service New	Balance Sheet Location	Cost or Other Basis	Less Sec 179 Deduction	Less Special Allowance	Recovery Basis	Recovery Period (years)	Method	Convention Code	Prior Accum Deprec., 179, Bonus
	FILING CABINET	1/1/1991	D	100.00%	YES	B	345		0	345	7	S/L-GDS	HY	-345
	TABLES & CHAIRS	1/1/1991	D	100.00%	YES	B	500		0	500	7	S/L-GDS	HY	500
	TABLES & CHAIRS	1/1/1993	D	100.00%	YES	B	4,913		0	4,913	7	S/L-GDS	HY	4,913
	PL SYSTEM	2/1/1993	D	100.00%	YES	B	1,537		0	1,537	5	200DB	HY	1,537
	COPY EQUIPMENT	6/1/1993	D	100.00%	YES	B	860		0	860	7	S/L-GDS	HY	860
	CARPETING	7/1/1993	D	100.00%	YES	B	4,536		0	4,536	7	S/L-GDS	HY	4,536
	PLAY SYSTEM	10/1/1993	D	100.00%	YES	B	2,692		0	2,692	7	S/L-GDS	HY	2,692
	IBM/APPL COMPUTER	11/1/1993	D	100.00%	YES	B	3,057		0	3,057	5	S/L-GDS	HY	3,057
	MIS FURN/FIX	7/1/1994	D	100.00%	YES	B	4,034		0	4,034	5	S/L-GDS	HY	4,034
	PHONE SYSTEM	9/1/1994	D	100.00%	YES	B	2,038		0	2,038	5	S/L-GDS	HY	2,038
	REFRIGERATOR	7/7/1995	D	100.00%	YES	B	694		0	694	5	200DB	HY	694
	SAFE	9/13/1995	D	100.00%	YES	B	338		0	338	7	200DB	HY	338
	PHONE SYSTEM	9/18/1995	D	100.00%	YES	B	738		0	738	5	200DB	HY	738
	MIRRORS	9/22/1995	D	100.00%	YES	B	1,150		0	1,150	7	200DB	HY	1,150
	CARPET	10/16/1995	D	100.00%	YES	B	4,635		0	4,635	7	200DB	HY	4,635
	CHAIRS & TABLES	12/31/1995	D	100.00%	YES	B	10,175		0	10,175	7	200DB	HY	10,175
	FAX	1/3/1996	D	100.00%	YES	B	939		0	939	5	200DB	HY	914
	TABLES & SHELVES	6/7/1996	D	100.00%	YES	B	3,252		0	3,252	5	200DB	HY	3,252
	DALLAS MIDWAY EQUIPMENT	8/31/1996	D	100.00%	YES	B	730		0	730	7	200DB	HY	697
	HRS	10/10/1996	D	100.00%	YES	B	1,640		0	1,640	7	200DB	HY	1,566
	COMPUTER	11/5/1996	D	100.00%	YES	B	1,135		0	1,135	7	200DB	HY	1,135
	LIBRARY FURNITURE	12/4/1996	D	100.00%	YES	B	215		0	215	5	200DB	HY	215
	TREE HOUSE	1/6/1997	D	100.00%	YES	B	2,849		0	2,849	7	200DB	HY	2,467
	GIMIX EQUIP	3/7/1997	D	100.00%	YES	B	400		0	400	7	200DB	HY	347
	GIMEX EQUIP	3/13/1997	D	100.00%	YES	B	1,757		0	1,757	7	200DB	HY	1,522
	COPIER	6/11/1997	D	100.00%	YES	B	2,287		0	2,287	7	200DB	HY	1,981
	COMPUTER SYSTEM	7/15/1997	D	100.00%	YES	B	549		0	549	5	200DB	HY	549
	COPIER	6/22/1998	D	100.00%	YES	B	7,157		0	7,157	5	200DB	HY	6,743
	COMPUTER UPGRADE	11/17/1998	D	100.00%	YES	B	7,971		0	7,971	5	200DB	HY	7,511
	EQUIPMENT FIXTURE	12/19/1997	D	100.00%	YES	B	784		0	784	5	200DB	HY	783
	FIXTURES	6/1/1988	D	100.00%	YES	B	9,670		0	9,670	7	S/L-GDS	HY	9,670
	CHAIRS	5/1/1989	D	100.00%	YES	B	513		0	513	7	S/L-GDS	HY	513
	COMPUTER	11/1/1989	D	100.00%	YES	B	390		0	390	7	S/L-GDS	HY	390
	2TV'S & VCERS	6/1/1990	D	100.00%	YES	B	1,363		0	1,363	5	S/L-GDS	HY	1,363
	OTHER EQUIPMENT	1/1/1990	D	100.00%	YES	B	820		0	820	5	S/L-GDS	HY	820
	SCHOOL VAN	1/1/1990	D	100.00%	YES	B	1,372		0	1,372	5	S/L-GDS	HY	1,372
	CAR PHONE	1/1/1991	D	100.00%	YES	B	19,655		0	19,655	7	S/L-GDS	HY	19,655
	COMPUTER MAC G3	1/1/1991	D	100.00%	YES	B	502		0	502	5	S/L-GDS	HY	502
	COMPUTER MAC & PRINTER	6/14/1999	D	100.00%	YES	B	2,556		0	2,556	5	200DB	HY	2,114
	CARPET	7/7/1999	D	100.00%	YES	B	2,488		0	2,488	5	200DB	HY	2,059
	GIMIX PLAY STRUCTURE	5/9/2000	D	100.00%	YES	B	2,539		0	2,539	5	200DB	MQ2	1,854
	LITTLE TIKES PLAY STRUCTU	6/1/2000	D	100.00%	YES	B	21,867		0	21,867	7	S/L-GDS	MQ2	8,200
	IRRIGATION IMPROVEMENT	10/17/2000	D	100.00%	YES	B	53,977		0	53,977	7	S/L-GDS	MQ4	16,386
		2/22/2001	F	100.00%	YES	B	4,305		0	4,305	15	150DB	HY	624

13,701	151,147	12,068	163,215	Alternative Minimum Tax (AMT) Book Depreciation				195,924	0	0	195,924	136,880
2003 Current Deprec	2003 Accum. Deprec	2004 Current Deprec	2004 Accum. Deprec.	Description	Cost or Other Basis	Less Sec 179 Deduction	Less Special Allowance	AMT Type	Recovery Basis	Recovery Period (years)	Method	Prior Accum. Deprec.
0	345	0	345	FILING CABINET	345	0	0		345	7	S/L-GDS	345
0	500	0	500	TABLES & CHAIRS	500	0	0		500	7	S/L-GDS	500
0	4,913	0	4,913	TABLES & CHAIRS	4,913	0	0		4,913	7	S/L-GDS	4,913
0	1,537	0	1,537	PL SYSTEM	1,537	0	0		1,537	5	150DB	1,537
0	860	0	860	COPY EQUIPMENT	860	0	0		860	7	S/L-GDS	860
0	4,536	0	4,536	CARPETING	4,536	0	0		4,536	7	S/L-GDS	4,536
0	2,692	0	2,692	PLAY SYSTEM	2,692	0	0		2,692	7	S/L-GDS	2,692
0	3,057	0	3,057	IBM/APPL COMPUTER	3,057	0	0		3,057	5	S/L-GDS	3,057
0	4,034	0	4,034	MIS FURN/FIX	4,034	0	0		4,034	5	S/L-GDS	4,034
0	2,038	0	2,038	PHONE SYSTEM	2,038	0	0		2,038	5	S/L-GDS	2,038
0	694	0	694	REFRIGERATOR	694	0	0		694	5	150DB	694
0	338	0	338	SAFE	338	0	0		338	7	150DB	338
0	738	0	738	PHONE SYSTEM	738	0	0		738	5	150DB	738
0	1,150	0	1,150	MIRRORS	1,150	0	0		1,150	7	150DB	1,150
0	4,635	0	4,635	CARPET	4,635	0	0		4,635	7	150DB	4,635
0	10,175	0	10,175	CHAIRS & TABLES	10,175	0	0		10,175	7	150DB	10,175
0	914	0	914	FAX	939	0	0		939	5	150DB	938
0	3,252	0	3,252	TABLES & SHELVES	3,252	0	0		3,252	5	150DB	3,252
33	730	0	730	DALLAS MIDWAY	730	0	0		730	7	150DB	730
73	1,639	0	1,639	EQUIPMENT	1,640	0	0		1,640	7	150DB	1,640
0	1,135	0	1,135	HRS	1,135	0	0		1,135	7	150DB	1,135
0	215	0	215	COMPUTER	215	0	0		215	5	150DB	215
254	2,721	127	2,848	LIBRARY FURNITURE	2,849	0	0		2,849	7	150DB	2,481
36	383	17	400	TREE HOUSE	400	0	0		400	7	150DB	349
157	1,679	78	1,757	GIMIX EQUIP	1,757	0	0		1,757	7	150DB	1,530
204	2,185	102	2,287	GIMEX EQUIP	2,287	0	0		2,287	7	150DB	1,991
0	549	0	549	COPIER	549	0	0		549	5	150DB	549
412	7,155	0	7,155	COMPUTER SYSTEM	7,157	0	0		7,157	5	150DB	6,735
459	7,970	0	7,970	COPIER	7,971	0	0		7,971	5	150DB	7,502
0	783	0	783	COMPUTER UPGRADE	784	0	0		784	5	150DB	784
0	9,670	0	9,670	EQUIPMENT FIXTURE	9,670	0	0		9,670	7	S/L-GDS	9,670
0	513	0	513	FIXTURES	513	0	0		513	7	S/L-GDS	513
0	390	0	390	CHAIRS	390	0	0		390	7	S/L-GDS	390
0	1,363	0	1,363	COMPUTER	1,363	0	0		1,363	5	S/L-GDS	1,363
0	820	0	820	2TV'S & VCRRS	820	0	0		820	5	S/L-GDS	820
0	1,372	0	1,372	OTHER EQUIPMENT	1,372	0	0		1,372	5	S/L-GDS	1,372
0	19,655	0	19,655	SCHOOL VAN	19,655	0	0		19,655	7	S/L-GDS	19,655
0	502	0	502	CAR PHONE	502	0	0		502	5	150DB	502
294	2,408	147	2,555	COMPUTER MAC G3	2,556	0	0		2,556	5	150DB	1,917
287	2,346	142	2,488	COMPUTER MAC & PRINTER	2,488	0	0		2,488	5	150DB	1,867
289	2,143	289	2,432	CARPET	2,539	0	0		2,539	5	150DB	1,528
3,124	11,324	3,124	14,448	GIMIX PLAY STRUCTURE	21,867	0	0		21,867	7	S/L-GDS	8,200
7,711	24,097	7,711	31,808	LITTLE TIKES PLAY STRUCTU	53,977	0	0		53,977	7	S/L-GDS	16,386
368	992	331	1,323	IRRIGATION IMPROVEMENT	4,305	0	0		4,305	15	150DB	624

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State Book Depreciation													195,924	0	0	195,924	137,477	13,702
2003 Current Deprec.	2003 Accum Deprec.	Special Allowance Difference	Preference Difference	Description	Cost or Other Basis	Less Sec. 179 Deduction	Less Special Allowance	Recovery Basis	Recovery Period (years)	Method	Prior Accum. Deprec.	2003 Current Deprec.						
0	345	0	0	0 FILING CABINET	345	0	0	345	7	200DB	345	0						
0	500	0	0	0 TABLES & CHAIRS	500	0	0	500	7	200DB	500	0						
0	4,913	0	0	0 TABLES & CHAIRS	4,913	0	0	4,913	7	200DB	4,913	0						
0	1,537	0	0	0 PL SYSTEM	1,537	0	0	1,537	7	200DB	1,537	0						
0	860	0	0	0 COPY EQUIPMENT	860	0	0	860	7	200DB	860	0						
0	4,536	0	0	0 CARPETING	4,536	0	0	4,536	7	200DB	4,536	0						
0	2,692	0	0	0 PLAY SYSTEM	2,692	0	0	2,692	7	200DB	2,692	0						
0	3,057	0	0	0 IBM/APPL COMPUTER	3,057	0	0	3,057	7	200DB	3,057	0						
0	4,034	0	0	0 MIS FURN/FIX	4,034	0	0	4,034	7	200DB	4,034	0						
0	2,038	0	0	0 PHONE SYSTEM	2,038	0	0	2,038	7	200DB	2,038	0						
0	694	0	0	0 REFRIGERATOR	694	0	0	694	7	200DB	694	0						
0	338	0	0	0 SAFE	338	0	0	338	7	200DB	338	0						
0	738	0	0	0 PHONE SYSTEM	738	0	0	738	7	200DB	738	0						
0	1,150	0	0	0 MIRRORS	1,150	0	0	1,150	7	200DB	1,150	0						
0	4,635	0	0	0 CARPET	4,635	0	0	4,635	7	200DB	4,635	0						
0	10,175	0	0	0 CHAIRS & TABLES	10,175	0	0	10,175	7	200DB	10,175	0						
0	938	0	0	0 FAX	938	0	0	938	7	200DB	938	1						
0	3,252	0	0	0 TABLES & SHELVES	3,252	0	0	3,252	5	200DB	3,252	0						
33	730	0	0	33 DALLAS MIDWAY	730	0	0	730	7	200DB	697	33						
73	1,640	0	0	73 EQUIPMENT	1,640	0	0	1,640	7	200DB	1,566	73						
0	1,135	0	0	0 HRS	1,135	0	0	1,135	7	200DB	1,135	0						
0	215	0	0	0 COMPUTER	215	0	0	215	7	200DB	215	0						
349	2,830	0	0	-95 LIBRARY FURNITURE	2,849	0	0	2,849	7	200DB	2,481	254						
49	398	0	0	-13 TREE HOUSE	400	0	0	400	7	200DB	347	36						
215	1,745	0	0	-58 GIMIX EQUIP	1,757	0	0	1,757	7	200DB	1,522	157						
280	2,271	0	0	-76 GIMEX EQUIP	2,287	0	0	2,287	7	200DB	1,981	204						
0	549	0	0	0 COPIER	549	0	0	549	5	200DB	549	0						
422	7,157	0	0	-10 COMPUTER SYSTEM	7,157	0	0	7,157	5	200DB	6,735	412						
469	7,971	0	0	-10 COPIER	7,971	0	0	7,971	5	200DB	7,511	459						
0	784	0	0	0 COMPUTER UPGRADE	784	0	0	784	5	200DB	784	0						
0	9,670	0	0	0 EQUIPMENT FIXTURE	9,670	0	0	9,670	7	200DB	9,670	0						
0	513	0	0	0 FIXTURES	513	0	0	513	7	200DB	513	0						
0	390	0	0	0 CHAIRS	390	0	0	390	7	200DB	390	0						
0	1,363	0	0	0 COMPUTER	1,363	0	0	1,363	5	S/L-GDS	1,363	0						
0	820	0	0	0 2TV'S & VCRS	820	0	0	820	5	200DB	820	0						
0	1,372	0	0	0 OTHER EQUIPMENT	1,372	0	0	1,372	5	200DB	1,372	0						
0	19,655	0	0	0 SCHOOL VAN	19,655	0	0	19,655	7	200DB	19,655	0						
0	502	0	0	0 CAR PHONE	502	0	0	502	5	200DB	502	0						
426	2,343	0	0	-132 COMPUTER MAC G3	2,556	0	0	2,556	5	200DB	2,114	294						
415	2,282	0	0	-128 COMPUTER MAC & PRINTER	2,488	0	0	2,488	5	200DB	2,059	287						
426	1,954	0	0	-137 CARPET	2,539	0	0	2,539	5	200DB	1,854	289						
3,124	11,324	0	0	0 GIMIX PLAY STRUCTURE	21,867	0	0	21,867	7	S/L-GDS	8,200	3,124						
7,711	24,097	0	0	0 LITTLE TIKES PLAY STRUCTU	53,977	0	0	53,977	7	S/L-GDS	16,386	7,711						
368	992	0	0	0 IRRIGATION IMPROVEMENT	4,305	0	0	4,305	15	150DB	624	368						

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Sale of Assets

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2003 Accum Deprec.	Special Allowance Difference	Fed - State Difference	Date Sold	Bus. Use %	Selling Price	Expense of Sale	Gain/Loss on Sale	Force holding period (F4797)	Holding Period (Short or Long Term)	Type of property	Check if Due to Casualty/Theft
345	0	0		0.00%			0				
500	0	0		0.00%			0				
4,913	0	0		0.00%			0				
1,537	0	0		0.00%			0				
860	0	0		0.00%			0				
4,536	0	0		0.00%			0				
2,692	0	0		0.00%			0				
3,057	0	0		0.00%			0				
4,034	0	0		0.00%			0				
2,038	0	0		0.00%			0				
694	0	0		0.00%			0				
338	0	0		0.00%			0				
738	0	0		0.00%			0				
1,150	0	0		0.00%			0				
4,635	0	0		0.00%			0				
10,175	0	0		0.00%			0				
939	0	-1		0.00%			0				
3,252	0	0		0.00%			0				
730	0	0		0.00%			0				
1,639	0	0		0.00%			0				
1,135	0	0		0.00%			0				
215	0	0		0.00%			0				
2,735	0	0		0.00%			0				
383	0	0		0.00%			0				
1,679	0	0		0.00%			0				
2,185	0	0		0.00%			0				
549	0	0		0.00%			0				
7,147	0	0		0.00%			0				
7,970	0	0		0.00%			0				
784	0	0		0.00%			0				
9,670	0	0		0.00%			0				
513	0	0		0.00%			0				
390	0	0		0.00%			0				
1,363	0	0		0.00%			0				
820	0	0		0.00%			0				
1,372	0	0		0.00%			0				
19,655	0	0		0.00%			0				
502	0	0		0.00%			0				
2,408	0	0		0.00%			0				
2,346	0	0		0.00%			0				
2,143	0	0		0.00%			0				
11,324	0	0		0.00%			0				
24,097	0	0		0.00%			0				
992	0	0		0.00%			0				

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Sale of Assets

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Federal Depreciation Report For 4562

LOS GATOS ACADEMY

77-0192378

Tax Year: 12/31/03

Item No	Description of Property	Date Placed in Service	Asset Code	Bus Use %	Placed In Service New	Balance Sheet Location	Cost or Other Basis	Less Sec 179 Deduction	Less Special Allowance	Recovery Basis	Recovery Period (years)	Method	Convention Code	Prior Accum Deprec, 179, Bonus	2003 Current Deprec	2003 Accum Deprec
MACRS deductions for prior years (Line 17)																
	DALLAS MIDWAY EQUIPMENT	8/31/1996	D	100 00%	YES	B	730		0	730	7	200DB	HY	697	33	730
	LIBRARY FURNITURE	10/10/1996	D	100 00%	YES	B	1,640		0	1,640	7	200DB	HY	1,566	73	1,639.
	TREE HOUSE	1/6/1997	D	100 00%	YES	B	2,849		0	2,849	7	200DB	HY	2,467	254	2,721
	GIMIX EQUIP	3/7/1997	D	100 00%	YES	B	400		0	400	7	200DB	HY	347	36	383
	GIMEX EQUIP	3/13/1997	D	100 00%	YES	B	1,757		0	1,757	7	200DB	HY	1,522	157	1,679
	COMPUTER SYSTEM	6/11/1997	D	100 00%	YES	B	2,287		0	2,287	7	200DB	HY	1,981	204	2,185
	COPIER	6/22/1998	D	100 00%	YES	B	7,157		0	7,157	5	200DB	HY	6,743	412	7,155
	COMPUTER MAC G3	11/17/1998	D	100 00%	YES	B	7,971		0	7,971	5	200DB	HY	7,511	459	7,970
	COMPUTER MAC & PRINTER	6/14/1999	D	100 00%	YES	B	2,556		0	2,556	5	200DB	HY	2,114	294	2,408
	CARPET	7/7/1999	D	100 00%	YES	B	2,488		0	2,488	5	200DB	HY	2,059	287	2,346
	GIMIX PLAY STRUCTURE	5/9/2000	D	100 00%	YES	B	2,539		0	2,539	5	200DB	MQ2	1,854	289	2,143
	LITTLE TIKES PLAY STRUCTU	6/1/2000	D	100 00%	YES	B	21,867		0	21,867	7	S/L-GDS	MQ2	8,200	3,124	11,324
	IRRIGATION IMPROVEMENT	10/17/2000	D	100 00%	YES	B	53,977		0	53,977	7	S/L-GDS	MQ4	16,386	7,711	24,097
		2/22/2001	F	100 00%	YES	B	4,305		0	4,305	15	150DB	HY	624	368	992
							112,523	0	0	112,523				54,071	13,701	67,772
Totals										0				54,071	13,701	67,772

Federal Depreciation Report By Tax Classification

Item No	Description of Property	Date Placed in Service	Asset Code	Bus Use %	Placed In Service New	Balance Sheet Location	Cost or Other Basis	Less Sec 179 Deduction	Less Special Allowance	Recovery Basis	Recovery Period (years)	Method	Convention Code	Prior Accum Deprec., 179, Bonus	2003 Current Deprec	2009 Accum Deprec
7 yr - General purpose tools, machinery, and equipment, rental appliances, furniture, and equipment																
	EQUIPMENT FIXTURE	6/1/1988	D	100 00%	YES	B	9,670			0	7	SL-GDS	HY	9,670	0	9,670
	FIXTURES	5/1/1989	D	100 00%	YES	B	513			0	7	SL-GDS	HY	513	0	513
	CHAIRS	11/1/1989	D	100 00%	YES	B	390			0	7	SL-GDS	HY	390	0	390
	2TV'S & VCR'S	1/1/1990	D	100 00%	YES	B	820			0	5	SL-GDS	HY	820	0	820
	OTHER EQUIPMENT	1/1/1990	D	100 00%	YES	B	1,372			0	5	SL-GDS	HY	1,372	0	1,372
	COMPUTER	6/1/1990	D	100 00%	YES	B	1,363			0	5	SL-GDS	HY	1,363	0	1,363
	CAR PHONE	1/1/1991	D	100 00%	YES	B	502			0	5	SL-GDS	HY	502	0	502
	FILING CABINET	1/1/1991	D	100 00%	YES	B	345			0	7	SL-GDS	HY	345	0	345
	SCHOOL VAN	1/1/1991	D	100 00%	YES	B	19,655			0	7	SL-GDS	HY	19,655	0	19,655
	TABLES & CHAIRS	1/1/1991	D	100 00%	YES	B	500			0	7	SL-GDS	HY	500	0	500
	TABLES & CHAIRS	1/1/1993	D	100 00%	YES	B	4,913			0	7	SL-GDS	HY	4,913	0	4,913
	PL SYSTEM	2/1/1993	D	100 00%	YES	B	1,537			0	5	200DB	HY	1,537	0	1,537
	COPY EQUIPMENT	6/1/1993	D	100 00%	YES	B	860			0	7	SL-GDS	HY	860	0	860
	CARPETING	7/1/1993	D	100 00%	YES	B	4,536			0	7	SL-GDS	HY	4,536	0	4,536
	PLAY SYSTEM	10/1/1993	D	100 00%	YES	B	2,692			0	7	SL-GDS	HY	2,692	0	2,692
	IBM/APPL COMPUTER	11/1/1993	D	100 00%	YES	B	3,057			0	5	SL-GDS	HY	3,057	0	3,057
	MIS FURN/FIX	7/1/1994	D	100 00%	YES	B	4,034			0	5	SL-GDS	HY	4,034	0	4,034
	PHONE SYSTEM	9/1/1994	D	100 00%	YES	B	2,038			0	5	SL-GDS	HY	2,038	0	2,038
	REFRIGERATOR	7/7/1995	D	100 00%	YES	B	694			0	5	200DB	HY	694	0	694
	SAFE	9/13/1995	D	100 00%	YES	B	338			0	7	200DB	HY	338	0	338
	PHONE SYSTEM	9/18/1995	D	100 00%	YES	B	738			0	5	200DB	HY	738	0	738
	MIRRORS	9/22/1995	D	100 00%	YES	B	1,150			0	7	200DB	HY	1,150	0	1,150
	CARPET	10/16/1995	D	100 00%	YES	B	4,635			0	7	200DB	HY	4,635	0	4,635
	CHAIRS & TABLES	12/31/1995	D	100 00%	YES	B	10,175			0	7	200DB	HY	10,175	0	10,175
	FAX	1/3/1996	D	100 00%	YES	B	939			0	5	200DB	HY	914	0	914
	TABLES & SHELVES	6/7/1996	D	100 00%	YES	B	3,252			0	5	200DB	HY	3,252	0	3,252
	DALLAS MIDWAY	8/31/1996	D	100 00%	YES	B	730			0	7	200DB	HY	697	33	730
	EQUIPMENT	10/10/1996	D	100 00%	YES	B	1,640			0	7	200DB	HY	1,566	73	1,639
	HRS	11/5/1996	D	100 00%	YES	B	1,135			0	7	200DB	HY	1,135	0	1,135
	COMPUTER	12/4/1996	D	100 00%	YES	B	215			0	5	200DB	HY	215	0	215
	LIBRARY FURNITURE	1/6/1997	D	100 00%	YES	B	2,849			0	7	200DB	HY	2,467	254	2,721
	TREE HOUSE	3/7/1997	D	100 00%	YES	B	400			0	7	200DB	HY	347	36	383
	GIMIX EQUIP	3/13/1997	D	100 00%	YES	B	1,757			0	7	200DB	HY	1,522	157	1,679
	GIMEX EQUIP	6/11/1997	D	100 00%	YES	B	2,287			0	7	200DB	HY	1,981	204	2,185
	COPIER	7/15/1997	D	100 00%	YES	B	549			0	5	200DB	HY	549	0	549
	COMPUTER UPGRADE	12/19/1997	D	100 00%	YES	B	784			0	5	200DB	HY	783	0	783
	COMPUTER SYSTEM	6/22/1998	D	100 00%	YES	B	7,157			0	5	200DB	HY	6,743	412	7,155
	COPIER	11/17/1998	D	100 00%	YES	B	7,971			0	5	200DB	HY	7,511	459	7,970
	COMPUTER MAC G3	6/14/1999	D	100 00%	YES	B	2,556			0	5	200DB	HY	2,114	294	2,408
	COMPUTER MAC & PRINTER	7/7/1999	D	100 00%	YES	B	2,488			0	5	200DB	HY	2,059	287	2,346
	CARPET	5/9/2000	D	100 00%	YES	B	2,539			0	5	200DB	MQ2	1,854	289	2,143
	GIMIX PLAY STRUCTURE	6/1/2000	D	100 00%	YES	B	21,867			0	7	SL-GDS	MQ2	8,200	3,124	11,324
	LITTLE TIKES PLAY STRUCTU	10/17/2000	D	100 00%	YES	B	53,977			0	7	SL-GDS	MQ4	16,386	7,711	24,097
							191,619	0		0				136,822	13,333	150,155
15 yr - Landscaping and land improvement, service station, car wash																
	IRRIGATION IMPROVEMENT	2/22/2001	F	100 00%	YES	B	4,305			0	15	150DB	HY	624	368	992
							4,305	0		0				624	368	992
Totals																
							195,924	0		0				137,446	13,701	151,147

State Depreciation Report For 4562

LOS GATOS ACADEMY

77-0192378

Tax Year: 12/31/03

Item No	Description of Property	Date Placed in Service	Asset Code	Bus Use %	Placed in Service New	Balance Sheet Location	Cost or Other Basis	Less Sec 179 Deduction	Less Special Allowance	Recovery Basis	Recovery Period (years)	Method	Convention Code	Prior Accum Deprec	2003 Current Deprec	2003 Accum Deprec	Special Allowance Difference	Fed - State Difference
MACRS deductions for prior years (Line 17)																		
	DALLAS MIDWAY EQUIPMENT	8/31/1996	D	100.00%	YES	B	730	0	0	730	7	200DB	HY	697	33	730	0	0
	LIBRARY FURNITURE	10/10/1996	D	100.00%	YES	B	1,640	0	0	1,640	7	200DB	HY	1,566	73	1,639	0	0
	TREE HOUSE	1/6/1997	D	100.00%	YES	B	2,849	0	0	2,849	7	200DB	HY	2,481	254	2,735	0	-
	GIMIX EQUIP	3/7/1997	D	100.00%	YES	B	400	0	0	400	7	200DB	HY	347	36	383	0	0
	COMPUTER SYSTEM	3/13/1997	D	100.00%	YES	B	1,757	0	0	1,757	7	200DB	HY	1,522	157	1,679	0	0
	COPIER	6/11/1997	D	100.00%	YES	B	2,287	0	0	2,287	7	200DB	HY	1,981	204	2,185	0	0
	COMPUTER MAC G3	6/22/1998	D	100.00%	YES	B	7,157	0	0	7,157	5	200DB	HY	6,735	412	7,147	0	0
	COMPUTER MAC & PRINTER	11/17/1998	D	100.00%	YES	B	7,971	0	0	7,971	5	200DB	HY	7,511	459	7,970	0	0
	CARPET	6/14/1999	D	100.00%	YES	B	2,556	0	0	2,556	5	200DB	HY	2,114	294	2,408	0	0
	GIMIX PLAY STRUCTURE	7/7/1999	D	100.00%	YES	B	2,488	0	0	2,488	5	200DB	HY	2,059	287	2,346	0	0
	LITTLE TIKES PLAY STRUCTURE	5/9/2000	D	100.00%	YES	B	2,539	0	0	2,539	5	200DB	MQ2	1,854	289	2,143	0	0
	IRRIGATION IMPROVEMENT	6/1/2000	D	100.00%	YES	B	21,867	0	0	21,867	7	S/L-GDS	MQ2	8,200	3,124	11,324	0	0
		10/17/2000	D	100.00%	YES	B	53,977	0	0	53,977	7	S/L-GDS	MQ4	16,386	7,711	24,097	0	0
		2/22/2001	F	100.00%	YES	B	4,305	0	0	4,305	15	150DB	HY	624	368	992	0	0
							112,523	0	0	112,523				54,077	13,701	67,778	0	0
Totals																		
							112,523	0	0	112,523				54,077	13,701	67,778	0	0

State Depreciation Report By Tax Classification

Item No	Description of Property	Date Placed in Service	Asset Code	Bus Use %	Placed in Service New	Balance Sheet Location	Cost or Other Basis	Less Sec 179 Deduction	Less Special Allowance	Recovery Basis	Recovery Period (years)	Method	Convention Code	Prior Accum Deprec	2003 Current Deprec	2003 Accum Deprec	Special Allowance Difference	Fed - State Difference
7 yr - General purpose tools, machinery, and equipment, rental appliances, furniture																		
	EQUIPMENT FIXTURE	6/1/1988	D	100.00%	YES	B	9,670	0	0	9,670	7	200DB	HY	9,670	0	9,670	0	0
	CHAIRS	5/1/1989	D	100.00%	YES	B	513	0	0	513	7	200DB	HY	513	0	513	0	0
	2TV'S & VCR'S	11/1/1989	D	100.00%	YES	B	390	0	0	390	7	200DB	HY	390	0	390	0	0
	OTHER EQUIPMENT	1/1/1990	D	100.00%	YES	B	820	0	0	820	5	200DB	HY	820	0	820	0	0
	COMPUTER	6/1/1990	D	100.00%	YES	B	1,372	0	0	1,372	5	200DB	HY	1,372	0	1,372	0	0
	CAR PHONE	6/1/1991	D	100.00%	YES	B	1,363	0	0	1,363	5	S/L-GDS	HY	1,363	0	1,363	0	0
	FILING CABINET	1/1/1991	D	100.00%	YES	B	502	0	0	502	5	200DB	HY	502	0	502	0	0
	SCHOOL VAN	1/1/1991	D	100.00%	YES	B	345	0	0	345	7	200DB	HY	345	0	345	0	0
	TABLES & CHAIRS	1/1/1991	D	100.00%	YES	B	19,655	0	0	19,655	7	200DB	HY	19,655	0	19,655	0	0
	TABLES & CHAIRS	1/1/1993	D	100.00%	YES	B	500	0	0	500	7	200DB	HY	500	0	500	0	0
	PL SYSTEM	2/1/1993	D	100.00%	YES	B	4,913	0	0	4,913	7	200DB	HY	4,913	0	4,913	0	0
	COPY EQUIPMENT	6/1/1993	D	100.00%	YES	B	1,537	0	0	1,537	7	200DB	HY	1,537	0	1,537	0	0
	CARPETING	7/1/1993	D	100.00%	YES	B	860	0	0	860	7	200DB	HY	860	0	860	0	0
	PLAY SYSTEM	10/1/1993	D	100.00%	YES	B	4,536	0	0	4,536	7	200DB	HY	4,536	0	4,536	0	0
	IBM/APPL COMPUTER	11/1/1993	D	100.00%	YES	B	2,692	0	0	2,692	7	200DB	HY	2,692	0	2,692	0	0
	MIS FURN/FIX	7/1/1994	D	100.00%	YES	B	3,057	0	0	3,057	7	200DB	HY	3,057	0	3,057	0	0
	PHONE SYSTEM	9/1/1994	D	100.00%	YES	B	4,034	0	0	4,034	7	200DB	HY	4,034	0	4,034	0	0
	REFRIGERATOR	7/7/1995	D	100.00%	YES	B	2,038	0	0	2,038	7	200DB	HY	2,038	0	2,038	0	0
	SAFE	9/13/1995	D	100.00%	YES	B	694	0	0	694	7	200DB	HY	694	0	694	0	0
	PHONE SYSTEM	9/18/1995	D	100.00%	YES	B	338	0	0	338	7	200DB	HY	338	0	338	0	0
	MIRRORS	9/22/1995	D	100.00%	YES	B	738	0	0	738	7	200DB	HY	738	0	738	0	0
	CARPET	10/16/1995	D	100.00%	YES	B	1,150	0	0	1,150	7	200DB	HY	1,150	0	1,150	0	0
	CHAIRS & TABLES	12/31/1995	D	100.00%	YES	B	4,635	0	0	4,635	7	200DB	HY	4,635	0	4,635	0	0
	FAX	1/3/1996	D	100.00%	YES	B	10,175	0	0	10,175	7	200DB	HY	10,175	0	10,175	0	0
	TABLES & SHELVES	6/7/1996	D	100.00%	YES	B	939	0	0	939	7	200DB	HY	939	1	939	0	-1
	DALLAS MIDWAY EQUIPMENT	8/31/1996	D	100.00%	YES	B	3,252	0	0	3,252	5	200DB	HY	3,252	0	3,252	0	0
	HRS	10/10/1996	D	100.00%	YES	B	730	0	0	730	7	200DB	HY	697	33	730	0	0
	COMPUTER	12/4/1996	D	100.00%	YES	B	1,640	0	0	1,640	7	200DB	HY	1,566	73	1,639	0	0
	LIBRARY FURNITURE	3/7/1997	D	100.00%	YES	B	1,135	0	0	1,135	7	200DB	HY	1,135	0	1,135	0	0
	TREE HOUSE	3/13/1997	D	100.00%	YES	B	215	0	0	215	7	200DB	HY	215	0	215	0	0
	GIMIX EQUIP	6/11/1997	D	100.00%	YES	B	2,849	0	0	2,849	7	200DB	HY	2,481	254	2,735	0	0
	COPIER	7/15/1997	D	100.00%	YES	B	784	0	0	784	5	200DB	HY	549	36	820	0	0
	COMPUTER UPGRADE	12/19/1997	D	100.00%	YES	B	7,157	0	0	7,157	5	200DB	HY	6,735	412	7,147	0	0
	COMPUTER SYSTEM	6/22/1998	D	100.00%	YES	B	7,971	0	0	7,971	5	200DB	HY	7,511	459	7,970	0	0
	COPIER	11/17/1998	D	100.00%	YES	B	2,556	0	0	2,556	5	200DB	HY	2,114	294	2,408	0	0
	COMPUTER MAC G3	6/14/1999	D	100.00%	YES	B	2,488	0	0	2,488	5	200DB	HY	2,059	287	2,346	0	0
	CARPET	5/9/2000	D	100.00%	YES	B	2,539	0	0	2,539	5	200DB	MQ2	1,854	289	2,143	0	0
	GIMIX PLAY STRUCTURE	6/1/2000	D	100.00%	YES	B	21,867	0	0	21,867	7	S/L-GDS	MQ2	8,200	3,124	11,324	0	0
	LITTLE TIKES PLAY STRUCTURE	10/17/2000	D	100.00%	YES	B	53,977	0	0	53,977	7	S/L-GDS	MQ4	16,386	7,711	24,097	0	0
							191,619	0	0	191,619				136,853	13,334	150,187	0	-1
15 yr - Landscaping and land improvement, service station, car wash, IRRIGATION IMPROVEMENT																		
	IRRIGATION IMPROVEMENT	2/22/2001	F	100.00%	YES	B	4,305	0	0	4,305	15	150DB	HY	624	368	992	0	0
							4,305	0	0	4,305				624	368	992	0	0
	Totals						195,924	0	0	195,924				137,477	13,702	151,179	0	-1