

Form **990**

Department of the Treasury
Internal Revenue Service

Return of Organization Exempt From Income Tax
Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)
▶ The organization may have to use a copy of this return to satisfy state reporting requirements.

OMB No. 1545-0047

2005

Open to Public Inspection

A For the 2005 calendar year, or tax year beginning **7/01/05**, and ending **6/30/06**

B Check if applicable: <input checked="" type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Final return <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 THE PARTNERSHIP PROJECT, INC	D Employer identification no. 52-2192070
		Number and street (or P.O. box if mail is not delivered to street address) Room/suite 1615 M Street, NW	E Telephone number 202-833-2300
		City or town, state or country, and ZIP + 4 WASHINGTON DC 20036	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.saveourenvironment.org**

J Organization type (check only one) ▶ 501(c) (**3**) ◀ (insert no.) 4947(a)(1) or 527

K Check here if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS; but if the organization chooses to file a return, be sure to file a complete return. **Some states require a complete return.**

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 ▶ **1,655,877**

H and I are not applicable to section 527 organizations.

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

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

H(c) Are all affiliates included? Yes No
(If "No," attach a list. See instr.)

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

I Group Exemption Number ▶

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 the instructions.)

Revenue	1 Contributions, gifts, grants, and similar amounts received:			
	a Direct public support	1a	1,616,036	
	b Indirect public support	1b		
	c Government contributions (grants)	1c		
	d Total (add lines 1a through 1c) (cash \$ 1,616,036 noncash \$)	1d	1,616,036	
	2 Program service revenue including government fees and contracts (from Part VII, line 93)	2		
	3 Membership dues and assessments	3		
	4 Interest on savings and temporary cash investments	4	1,134	
	5 Dividends and interest from securities	5	38,707	
	6a Gross rents	6a		
	b Less: rental expenses	6b		
	c Net rental income or (loss) (subtract line 6b from line 6a)	6c		
7 Other investment income (describe)	7			
8a Gross amount from sales of assets other than inventory	(A) Securities	8a		
	(B) Other	8b		
		8c		
	d Net gain or (loss) (combine line 8c, columns (A) and (B))	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 1a)	9a		
	b Less: direct expenses other than fundraising expenses	9b		
	c Net income or (loss) from special events (subtract line 9b from line 9a)	9c		
10a Gross sales of inventory, less returns and allowances		10a		
	b Less: cost of goods sold	10b		
	c Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)	10c		
11 Other revenue (from Part VII, line 103)	11			
12 Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)	12	1,655,877		
Expenses	13 Program services (from line 44, column (B))	13	2,211,525	
	14 Management and general (from line 44, column (C))	14	35,618	
	15 Fundraising (from line 44, column (D))	15	3,479	
	16 Payments to affiliates (attach schedule)	16		
17 Total expenses (add lines 16 and 44, column (A))	17	2,250,622		
Net Assets	18 Excess or (deficit) for the year (subtract line 17 from line 12)	18	-594,745	
	19 Net assets or fund balances at beginning of year (from line 73, column (A))	19	1,520,892	
	20 Other changes in net assets or fund balances (attach explanation)	20		
	21 Net assets or fund balances at end of year (combine lines 18, 19, and 20)	21	926,147	

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 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) Stmt 1 (cash \$ 687,400 non-cash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/>	687,400	687,400		
23	Specific assistance to individuals (attach schedule) <input type="checkbox"/>				
24	Benefits paid to or for members (attach schedule)				
25	Compensation of officers, directors, etc.	75,392	61,821	11,309	2,262
26	Other salaries and wages	4,500	4,500		
27	Pension plan contributions	4,523	3,709	679	135
28	Other employee benefits	14,347	11,765	2,152	430
29	Payroll taxes	6,547	5,368	982	197
30	Professional fundraising fees				
31	Accounting fees	15,236		15,236	
32	Legal fees	29,678	29,678		
33	Supplies	292	239	44	9
34	Telephone	322	322		
35	Postage and shipping				
36	Occupancy	9,492	7,783	1,424	285
37	Equipment rental and maintenance				
38	Printing and publications	5,709	5,709		
39	Travel	2,829	2,829		
40	Conferences, conventions, and meetings				
41	Interest				
42	Depreciation, depletion, etc. (attach schedule)				
43	Other expenses not covered above (itemize): a See Statement 2 b c d e f g	1,394,355	1,390,402	3,792	161
44	Total functional expenses. Add lines 22 through 43. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	2,250,622	2,211,525	35,618	3,479

Joint Costs. Check if you are following SOP 98-2.

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? Yes No
 If "Yes," enter (i) the aggregate amount of these joint costs \$ _____; (ii) the amount allocated to Program services \$ _____; (iii) the amount allocated to Management and general \$ _____; and (iv) the amount allocated to Fundraising \$ _____

Part III Statement of Program Service Accomplishments (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?

▶ **ENHANCE PROTECTION OF THE NATURAL ENVIRONMENT**

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) & (4) orgs., & 4947(a)(1) trusts; but optional for others.)

a See Statement 3

(Grants and allocations \$ **687,400**) If this amount includes foreign grants, check here ▶

2,211,525

b

(Grants and allocations \$) If this amount includes foreign grants, check here ▶

c

(Grants and allocations \$) If this amount includes foreign grants, check here ▶

d

(Grants and allocations \$) If this amount includes foreign grants, check here ▶

e Other program services (attach schedule)

(Grants and allocations \$) If this amount includes foreign grants, check here ▶

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

2,211,525

Part IV Balance Sheets (See the instructions.)

		(A) Beginning of year	(B) End of year
Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.			
Assets	45	Cash-non-interest-bearing	45
	46	Savings and temporary cash investments	46
			1,551,184
	47a	Accounts receivable	47a
			3,701
	b	Less: allowance for doubtful accounts	47b
			47c
			3,701
	48a	Pledges receivable	48a
	b	Less: allowance for doubtful accounts	48b
			48c
	49	Grants receivable	49
			10,300
	50	Receivables from officers, directors, trustees, and key employees (attach schedule)	50
51a	Other notes and loans receivable (attach schedule)	51a	
b	Less: allowance for doubtful accounts	51b	
		51c	
52	Inventories for sale or use	52	
53	Prepaid expenses and deferred charges	53	
		3,545	
54	Investments-securities	54	
	<input type="checkbox"/> Cost <input type="checkbox"/> FMV		
55a	Investments-land, buildings, and equipment: basis	55a	
b	Less: accumulated depreciation (attach schedule)	55b	
		55c	
56	Investments-other (attach schedule)	56	
57a	Land, buildings, and equipment: basis	57a	
b	Less: accumulated depreciation (attach schedule)	57b	
		57c	
58	Other assets (describe ▶	58	
59	Total assets (must equal line 74). Add lines 45 through 58.	59	
		1,565,029	
		1,232,326	
Liabilities	60	Accounts payable and accrued expenses	60
			38,811
	61	Grants payable	61
	62	Deferred revenue	62
	63	Loans from officers, directors, trustees, and key employees (attach schedule)	63
	64a	Tax-exempt bond liabilities (attach schedule)	64a
	b	Mortgages and other notes payable (attach schedule)	64b
	65	Other liabilities (describe ▶ See Statement 4	65
		5,326	
66	Total liabilities. Add lines 60 through 65.	66	
		44,137	
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	67
			1,481,396
	68	Temporarily restricted	68
			39,496
	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; column (B) must equal line 21)	73	
		1,520,892	
74	Total liabilities and net assets/fund balances. Add lines 66 and 73.	74	
		1,565,029	
		926,147	
		1,232,326	

Part VI Other Information (continued)

		Yes	No
82a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?		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		
83a	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 quid pro quo contributions?		
	N/A		
84a	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?		
	N/A		
85	501(c)(4), (5), or (6) organizations. a Were substantially all dues nondeductible by members?		
	N/A		
b	Did the organization make only in-house lobbying expenditures of \$2,000 or less? If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.		
	N/A		
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		
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?		
	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?		
	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		X
89a	501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 0 ; section 4912 0 ; section 4955 0		
b	501(c)(3) and 501(c)(4) 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		X
c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year sections 4912, 4955, and 4958		0
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization		0
90a	List the states with which a copy of this return is filed DC		
b	Number of employees employed in the pay period that includes March 12, 2005 (See instructions.)		1
91a	The books are in care of Julie Waterman Telephone no. 202-833-2300 1615 M Street, NW Located at Washington, DC ZIP + 4 20036		
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 See the instructions for exceptions and filing requirements for Form TD F 90-22.1 , Report of Foreign Bank and Financial Accounts. At any time during the calendar year, did the organization maintain an office outside of the United States?		X
c	If "Yes," enter the name of the foreign country		
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		<input type="checkbox"/>
	92		

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

	Unrelated business income		Excluded by sec. 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
Note: Enter gross amounts unless otherwise indicated.					
93 Program service revenue:					
a _____					
b _____					
c _____					
d _____					
e _____					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	1,134	
96 Dividends and interest from securities			14	38,707	
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		39,841	0
105 Total (add line 104, columns (B), (D), and (E))				39,841	39,841

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 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).
N/A	

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).

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

Signature of officer: **JULIE WATERMAN** Date: _____
 Type or print name and title: **PRESIDENT**

Paid Preparer's Use Only

Preparer's signature: _____ Date: **5/30/07** Check if self-employed: Preparer's SSN or PTIN (See Gen. Instr. W): **P00176056**

Firm's name (or yours if self-employed), address, and ZIP + 4: **Coates & Hutchinson, P.C.**
P. O. Box 561
Odenton, MD 21113 EIN: _____ Phone no.: **410-672-6339**

**SCHEDULE A
(Form 990 or 990-EZ)**

Organization Exempt Under Section 501(c)(3)

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

OMB No. 1545-0047

2005

Department of the Treasury
Internal Revenue Service

Supplementary Information-(See separate instructions.)

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

Name of the organization

THE PARTNERSHIP PROJECT, INC

Employer identification number

52-2192070

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) Comp.	(d) Contrib. to empl. ben. plans & deferred comp.	(e) Expense account & other allowances
NONE				
Total number of other employees paid over \$50,000 ▶				

Part II-A 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
M & R STRATEGIC SERVICES 2120 L STREET, STE 400	WASHINGTON DC 20037 Strategic and Web	240,956
Total number of others receiving over \$50,000 for professional services ▶ 0		

Part II-B Compensation of the Five Highest Paid Independent Contractors for Other Services

(List each contractor who performed services other than professional services, whether individuals or firms. If there are none, enter "None." See page 2 of the instructions.)

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Total number of other contractors receiving over \$50,000 for other services ▶		

For Paperwork Reduction Act Notice, see the Instructions for Form 990 and Form 990-EZ.

Schedule A (Form 990 or 990-EZ) 2005

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 ▶ \$ <u>72,571</u> (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.) 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.	1	X
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)?	2d	X
e Transfer of any part of its income or assets?	2e	X
3a 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
c During the year, did the organization receive a contribution of qualified real property interest under section 170(h)?	3c	X
4a Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?	4a	X
b Do you provide credit counseling, debt management, credit repair, or debt negotiation services?	4b	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 ▶**
- 10** An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)
- 11a** An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 11b** A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 12** An organization that normally receives: **(1) more than 33 1/3%** of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions-subject to certain exceptions, and **(2) no more than 33 1/3%** of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
- 13** An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in: **(1)** lines 5 through 12 above; or **(2)** section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2). Check the box that describes the type of supporting organization: ▶ Type 1 Type 2 Type 3

Provide the following information about the supported organizations. (See page 6 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 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 group. Check **b** if you checked "a" and "limited control" provisions apply.

Limits on Lobbying Expenditures

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

		(a) Affiliated group totals	(b) To be completed for ALL electing organizations
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36		63,325
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37		9,246
38 Total lobbying expenditures (add lines 36 and 37)	38		72,571
39 Other exempt purpose expenditures	39		2,178,051
40 Total exempt purpose expenditures (add lines 38 and 39)	40		2,250,622
41 Lobbying nontaxable amount. Enter the amount from the following table-			
If the amount on line 40 is-	The lobbying nontaxable amount is-		
Not over \$500,000	20% of the amount on line 40		
Over \$500,000 but not over \$1,000,000	\$100,000 plus 15% of the excess over \$500,000		
Over \$1,000,000 but not over \$1,500,000	\$175,000 plus 10% of the excess over \$1,000,000	41	262,531
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		65,633
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) 2005	(b) 2004	(c) 2003	(d) 2002	(e) Total
45 Lobbying nontaxable amount	262,531	226,365	301,015	305,596	1,095,507
46 Lobbying ceiling amount (150% of line 45(e))					1,643,261
47 Total lobbying expenditures	72,571	66,086	99,920	112,823	351,400
48 Grassroots nontaxable amount	65,633	56,591	75,254	76,399	273,877
49 Grassroots ceiling amount (150% of line 48(e))					410,816
50 Grassroots lobbying expenditures	63,325	52,887	69,019	66,842	252,073

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See page 11 of the instructions.) **N/A**

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:	Yes	No	Amount
a Volunteers			
b Paid staff or management (Include compensation in expenses reported on lines through c 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 through c h .)			

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

Schedule B
(Form 990, 990-EZ,
or 990-PF)
Department of the Treasury
Internal Revenue Service

Schedule of Contributors
Supplementary Information for
line 1 of Form 990, 990-EZ, and 990-PF (see instructions)

OMB No. 1545-0047

2005

Name of organization

Employer identification number

THE PARTNERSHIP PROJECT, INC

52-2192070

Organization type (check one):

Filers of:

Section:

Form 990 or 990-EZ

501(c)(**3**) (enter number) organization

4947(a)(1) nonexempt charitable trust **not** treated as a private foundation

527 political organization

Form 990-PF

501(c)(3) exempt private foundation

4947(a)(1) nonexempt charitable trust treated as a private foundation

501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**. (**Note:** Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule-see instructions.)

General Rule-

For organizations filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor. (Complete Parts I and II.)

Special Rules-

For a section 501(c)(3) organization filing Form 990, or Form 990-EZ, that met the 33 1/3% support test under Regulations sections 1.509(a)-3/1.170A-9(e) and received from any one contributor, during the year, a contribution of the greater of \$5,000 or 2% of the amount on line 1 of these forms. (Complete Parts I and II.)

For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, aggregate contributions or bequests of more than \$1,000 for use exclusively for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. (Complete Parts I, II, and III.)

For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, some contributions for use exclusively for religious, charitable, etc., purposes, but these contributions did not aggregate to more than \$1,000. (If this box is checked, enter here the total contributions that were received during the year for an exclusively religious, charitable, etc., purpose. Do not complete any of the Parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of \$5,000 or more during the year.) ▶ \$ _____

Caution: Organizations that are not covered by the General Rule and/or the Special Rules do not file Schedule B (Form 990, 990-EZ, or 990-PF), but they **must** check the box in the heading of their Form 990, Form 990-EZ, or on line 2 of their Form 990-PF, to certify that they do not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

For Paperwork Reduction Act Notice, see the Instructions for Form 990, Form 990-EZ, and Form 990-PF.

Schedule B (Form 990, 990-EZ, or 990-PF) (2005)

Federal Statements

Statement 1 - Form 990, Part II, Line 22 - Grants, Allocations and Contributions

<u>Name Address</u>	<u>Relationship to Org</u>	<u>Class of Activity</u>	<u>Date of Gift</u>	<u>Description of Property</u>	<u>Cash Contrib</u>	<u>NonCash Contrib</u>	<u>Book Value</u>	<u>BV Explantn</u>	<u>FMV Explantn</u>
National Wildlife Federation 1400 16th Street, NW Washington, DC, 20036		General Support			\$ 45,000	\$	\$		
National Environmental Trust 1200 18th Street, NW Washington, DC, 20036		General Support			18,000				
Sierra Club 408 C Street, NE Washington, DC, 20002		General Support			362,900				
The Wilderness Society 1615 M Street Washington, DC, 20036		General Support			10,000				
US Public Interest Research Group 218 D Street, SE Washington, DC, 20003		General Support			126,500				
Clean Water Fund 38875 Harper Avenue		General Support			30,000				

Federal Statements

Statement 1 - Form 990, Part II, Line 22 - Grants, Allocations and Contributions
(continued)

<u>Name Address</u>	<u>Relationship to Org</u>	<u>Class of Activity</u>	<u>Date of Gift</u>	<u>Description of Property</u>	<u>Cash Contrib</u>	<u>NonCash Contrib</u>	<u>Book Value</u>	<u>BV Explntn</u>	<u>FMV Explntn</u>
Clinton Township, MI, 48036					\$	\$	\$		
League of Conservation Voters		General Support			45,000				
1920 L Street, NW									
Washington, DC, 20036									
National Religious Partship for Env		General Support			50,000				
49 South Pleasant Street									
Amherst, MA, 01002									
Total					\$ 687,400	\$ 0	\$ 0		

Federal Statements**Statement 2 - Form 990, Part II, Line 43 - Other Functional Expenses**

Description	Total Expenses	Program Service	Mgt & General	Fund- Raising
	\$	\$	\$	\$
Expenses				
Bank Service Charges	2,607		2,607	
Consultants	155,286	155,286		
Database Maintenance	150,000	150,000		
Office Liability Insurance	3,805	3,120	571	114
Office Support	1,562	1,281	234	47
Phone Banking	107,500	107,500		
Print Ads	79,476	79,476		
Radio	50,865	50,865		
Dues and Subscriptions	89		89	
WEB Recruitment	200,000	200,000		
WEB Advertising	31,731	31,731		
WEB Consultant	87,130	87,130		
WEB Development	22,461	22,461		
WEB Activism	38,506	38,506		
WEB Migration	3,750	3,750		
Miscellaneous	301	50	251	
Licenses and Permits	40		40	
Field Organizers	251,500	251,500		
Grass Roots Materials	16,901	16,901		
Project Administration	33,093	33,093		
Opinion Research	35,800	35,800		
Earned Media	121,952	121,952		
Total	<u>\$ 1,394,355</u>	<u>\$ 1,390,402</u>	<u>\$ 3,792</u>	<u>\$ 161</u>

Statement 3 - Form 990, Part III, Line a - Statement of Program Service Accomplishments**Description**

The Partnership Project (Partnership) helps the environmental community work more collaboratively to defend environmental safeguards from efforts to weaken them. The Partnership helps the community focus on the same objective, with the same strategy, at the same time, using shared resources to advance their common cause. Specifically, The Partnership uses essential tools to educate the public, press, and decision makers about the threats to human health and the environment. These tools include field organizers, earned and paid media, opinion research, and activist mobilization. The Partnership's website, www.SaveOurEnvironment.org, and the e-activists list of 430,000 names is used by the entire environmental community to educate the public about threats to the environment. The Partnership has now assumed the integral role of coordinating grassroots mobilization activities on essentially all of the environmental community's major national campaigns. Specifically in 2006, The Partnership Project helped the environmental community beat back several devastating initiatives. The Arctic Refuge remains intact, protected from oil and gas drilling, and so far proposals to open our coastlines to more off-shore drilling have stalled. The conservation community halted a drive to undermine endangered species protection and the push to gut state food labeling standards and toxics laws was also derailed. In addition, The Partnership played a significant role in seven ballot measures in four states (Arizona, California, Idaho and Washington) related to "takings" schemes, renewable energy, and land and water conservation proposals. Three of the four taking initiatives were defeated and one renewable energy initiative and one land and water initiative passed. Finally, the Partnership worked with a coalition of CA organizations to pass AB 32, a bill that adopts significant and enforceable statewide reductions of global warming pollution.

IN 2006, THE PARTNERSHIP:

-Sent over 50 alerts to its SaveOurEnvironment.org e-activist list of 430,000 which generated 693,556 emails and faxes to decision makers and corporate targets, and encouraged activists to vote the right way on state ballot initiatives.

-Coordinated phone programs for the community that generated 20,847 phone calls and faxes from members of environmental groups to their public officials. 226,583 robo calls were also generated on state ballot initiatives.

-Organizers in thirteen states were responsible for the generation of earned media, recruitment of non-environmental coalition partners, and identification and activation of "grass tops" (prominent public officials and other influential people) advocates. The organizers produced the following earned media and other

Statement 3 - Form 990, Part III, Line a - Statement of Program Service Accomplishments
(continued)Description

activities...

*over 680 letters to the editor were submitted to newspapers in major media markets, and at least 160 were published;

*nearly 930 television, radio, and print news stories were generated;

*515 non-environmental organizations and individuals were involved in the issue campaigns;

*more than 850,000 people received 167 localized action alerts;

*nearly 800 hard core volunteers were enlisted in five media markets and 8,000 people were identified as committed to taking simple actions in eleven major media markets where more environmentalists are needed;

*"Radio tours" featured national and state experts in national and important media markets led to over 70 interviews with two million listeners;

*The Partnership recruited over 50,000 new e-activists to the SaveOurEnvironment.org list.

2006 PARTNERSHIP ACCOMPLISHMENTS:

*Educated the public and media about public health and environmental threats posed by proposals to weaken clean air and mercury safeguards.

*Educated the public and media about the economic and environmental benefits of clean energy, and the harms from adding loopholes to environmental protections to foster energy production.

*Educated the public and media about the harms of drilling for oil in the Arctic National Wildlife Refuge.

*Educated the public and media about the threat to endangered species due to the destruction of their habitat.

*Expanded the presence of grass tops/earned media organizers in states.

*Expanded the presence and effectiveness of in-depth organizers to identify and recruit volunteers, action takers, and educatable people.

*Broadened and deepened the base of e-activists, particularly in places with relatively less environmental support or fewer activists.

*Built on partnerships with influential nonenvironmental allies, including religious, labor and minority organizations.

Federal Statements

Statement 4 - Form 990, Part IV, Line 65 - Other Liabilities

<u>Description</u>	<u>Beginning of Year</u>	<u>End of Year</u>
Accrued Vacation	\$ 868	\$ 1,827
Payroll Withholdings Payable	4,458	5,512
Total	<u>\$ 5,326</u>	<u>\$ 7,339</u>

Federal Statements

Statement 5 - Form 990, Part V-A - List of Officers, Directors, Trustees, and Key Employees

<u>Name</u>	<u>Address</u>	<u>Average Hours</u>	<u>Compensation</u>	<u>Benefits</u>	<u>Expenses</u>
<u>City, State, Zip</u>	<u>Title</u>				
Julia T. Waterman	1615 M Street, NW Washington DC 20036	President 40	75,392	4,524	0
Bill Meadows	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
Randy Snodgrass	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
Rodger Schlickeisen	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
Wesley Warren	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
Jim Lyon	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
Anna Aurilio	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
Betsy Loyless	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
Craig Obey	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
Debbie sease	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
Steve Cochran	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
Paul Hansen	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
Open Seat	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
Open Seat	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
Marty Hayden	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
Will Callaway	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0
John Passacantando	1615 M Street, NW Washington DC 20036	Board Member 4	0	0	0

Federal Statements

Statement 5 - Form 990, Part V-A - List of Officers, Directors, Trustees, and Key Employees (continued)

<u>Name</u>	<u>Address</u>	<u>Average Hours</u>	<u>Compensation</u>	<u>Benefits</u>	<u>Expenses</u>
	<u>City, State, Zip</u>	<u>Title</u>			
Norm Dean	1615 M Street, NW Washington DC 20036	Board Member	4	0	0
Phil Clapp	1615 M Street, NW Washington DC 20036	Board Member	4	0	0
Kate Abend	1615 M Street, NW Washington DC 20036	Board Member	4	0	0
Liz Bimbaum	1615 M Street, NW Washington DC 20036	Board Member	4	0	0
Gene Karpinski	1615 M Street, NW Washington DC 20036	Board Member	4	0	0