Department of the Treasury

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.

		-	are darker with a second and a sept of the following	O DUTIO	ry claid reporting require	-	·	Inspection
ΑI	or t	he 2	007 calendar year, or tax year beginning	and e	nding	· · · · · · · · · · · · · · · · · · ·		
В	Check	k if cable	Please C Name of organization			D Emp	loyer	identification number
	lch:	idres ange	label or CONNECTED NATION, INC.			6	1-1	394934
X	_]ch:	me ange	type Number and street (or P 0 box if mail is not delivered to street address))	Room/suite	E Tele	phone	number
		tial urn	Specific 1020 COLLEGE STREET			2	70	781 4320
]Ter	rmın- on	Instruc- tions			F Accou		
	☐Arr ret	nende urn	BOWLING GREEN, KY 42101				Other specify)	>
	☐Ap	plica	, - Occupi 30 ((c)(3) digamzations and 4347(a)(1) nonexempt chamable tius	sts	H and I are not apple	ıcable	to sec	ction 527 organizations
			must attach a completed Schedule A (Form 990 or 990-EZ)		H(a) Is this a group re			
G \	Neb:	site:	►WWW.CONNECTEDNATION.ORG		H(b) If "Yes," enter nu			
J (Orga	nıza	tion type (check only one) \blacktriangleright X 501(c) (3) \blacktriangleleft (insert no) 4947(a)(1) or	527	1 ' '			N/A Yes No
K (Chec	k he	re If the organization is not a 509(a)(3) supporting organization and its gros	SS	(If "No," attach a			
			are normally not more than \$25,000. A return is not required, but if the organization		H(d) Is this a separate ganization cover	ed by a	group	oruling? Yes X No
			to file a return, be sure to file a complete return		I Group Exemption			N/A
								ation is not required to attach
L (Gros	s red	eipts: Add lines 6b, 8b, 9b, and 10b to line 12 > 3 , 8 9 3 , 11	4.	Sch. B (Form 99			
	art		Revenue, Expenses, and Changes in Net Assets or Fund		ances		-	<u></u>
	T	1	Contributions, gifts, grants, and similar amounts received:					
		a	Contributions to donor advised funds	1a			i	
		b	Direct public support (not included on line 1a)	1b	671,4	52.		
		c	Indirect public support (not included on line 1a)	1c	0/1/1	72.		
	ŀ	d	Government contributions (grants) (not included on line 1a)	1d	3,126,1	61		
		e	Total (add lines 1a through 1d) (cash \$ 3,766,661. noncash \$		30,952.			3,797,613.
	١,	2	Program service revenue including government fees and contracts (from Part VII, Iir		30,732.	' F	1e 2	<u> </u>
		3	Membership dues and assessments	16 93)		ŀ		
			·			-	3	
		4	Interest on savings and temporary cash investments			-	4	15 540
	1	5	Dividends and interest from securities	١.,	1		5	15,548.
	'	6 a	Gross rents	6a				
		b	Less: rental expenses	6b			_	
ne	١.	C	Net rental income or (loss). Subtract line 6b from line 6a			. }	6c	
Revenue	Ι :	7	Other investment income (describe		1 (5) 00	-) 	7	
Re	1	Ва	Gross amount from sales of assets other (A) Securities		(B) Other			
			than inventory	8a	 			
		b	Less: cost or other basis and sales expenses	8b	<u> </u>		1	
		C	Gain or (loss) (attach schedule)	8c	L			
	١.	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	ı				
		a	Gross revenue (not including \$ of contributions reported on line 1b)	9a				
		b	Less: direct expenses other than fundraising expenses	9b	L			
2	.	C	Net income or (loss) from special events. Subtract line 9b from line 9a	1	1 20 4	<u> </u>	9c	
7	5 1(0 a	Gross sales of inventory, less returns and allowances	10a	39,4:			
6	Ţ	b	Less' cost of goods sold	10b	33,2			
6	13	C	Gross profit or (loss) from sales of inventory (attach schedule) Subtract line 10b fro	ım lıne	10a STMT 3	1	10c	6,136.
ر	[11		Other revenue (from Part VII, line 103)			Ļ	11	40,521.
<u> </u>	12		Total revenue Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11				12	3,859,818.
ĮĢ.	13		Program services (from line 44, column (B))			-	13	4,785,844.
	14		Management and general (from line 44, column (C))	1	RECEIVED		14	518,503.
8	15		Fundraising (from line 44, column (D))		VECEIVED	പഠ	15	113,823.
Net Assets SCARWEISES DEC 9 9 2008	16		Payments to affiliates (attach schedule)				16	
<u> </u>	17		Total expenses Add lines 16 and 44, column (A)	88 88 88	NOV 8 0 2008-	O	17	5,418,170.
(A)	18			ار	2 2230	3S	18	-1,558,352.
set	19		Net assets or fund balances at beginning of year (from line 73, column (A))	سسا	AABEN 117	그의	19	1,897,572.
As			Other changes in net assets or fund balances (attach explanation)	(11100)	<u>ogden, ut</u>		20	0.
7220	21		Net assets or fund balances at end of year. Combine lines 18, 19, and 20				21	339,220.
7230 12-2	7-07		LHA For Privacy Act and Paperwork Reduction Act Notice, see the separate inst	ruction	ıs			Form 990 (2007)

Do not include amounts reported on line		(A) Total	(B) Program	(C) Management	(D) Fundraising
6b, 8b, 9b, 10b, or 16 of Part I			services	and general	
22a Grants paid from donor advised funds					
(attach schedule)					
(cash \$0 _ noncash \$0 If this amount includes foreign grants, check here	22a				
22b Other grants and allocations (attach schedule		-			
(cash \$ 0 • noncash \$ 0	1 1				
If this amount includes foreign grants, check here	22b				
23 Specific assistance to individuals (attach	220				
schedule)	23				
24 Benefits paid to or for members (attach	-				
schedule)	24				
25a Compensation of current officers, directors, key			~		
employees, etc. listed in Part V-A	25a	374,247.	263,866.	99,155.	11,226
b Compensation of former officers, directors, key			•		
employees, etc listed in Part V-B	25b	0.	0.	0.	0
c Compensation and other distributions, not included					
above, to disqualified persons (as defined under					
section 4958(f)(1)) and persons described in					
section 4958(c)(3)(B)	25c				
26 Salaries and wages of employees not					
included on lines 25a, b, and c	26	1,415,784.	1,327,677.	45,609.	42,498
27 Pension plan contributions not included on					
lines 25a, b, and c	27	36,527.	34,720.	714.	1,093
28 Employee benefits not included on lines		225 522			
25a · 27	28	335,580.	298,326.	27,198.	10,056
29 Payroll taxes	29	147,312.	131,163.	11,727.	4,422
30 Professional fundraising fees	30			-	
31 Accounting fees	31				
32 Legal fees	32	E 6 112	E0 225	4 F1F	1 (0)
33 Supplies	33	56,443. 169,140.	50,235.	4,515.	1,693
34 Telephone35 Postage and shipping	34 35	29,728.	150,403. 26,717.	13,668. 2,190.	5,069 821
36 Occupancy	36		20,717.	2,190.	021
37 Equipment rental and maintenance	37				
38 Printing and publications	38	119,940.	107,786.	8,839.	3,315
39 Travel	39	275,409.	254,948.	14,881.	5,580
40 Conferences, conventions, and meetings	40	2,3,1031	23273101	11/001.	3,300
41 Interest	41	24,291.		24,291.	· · · · · · · · · · · · · · · · · · ·
42 Depreciation, depletion, etc (attach schedule)	42	117,593.	104,658.	9,407.	3,528
43 Other expenses not covered above (itemize)				- ,	
a	43a				
b	43b				
c	43c				
d	43d				
e	43e				
f	43f				
g SEE STATEMENT 2	43g	2,316,176.	2,035,345.	256,309.	24,522
44 Total functional expenses Add lines 22a through					
43g. (Organizations completing columns (B)-(D),					
carry these totals to lines 13-15)	44	5,418,170.	4,785,844.	518,503.	113,823
Joint Costs. Check ▶ ☐ If you are following					
Are any joint costs from a combined educational campa					Yes X No
If "Yes," enter (i) the aggregate amount of these joint co	_		ii) the amount allocated to l		<u>N/A</u> ;
(iii) the amount allocated to Management and general \$ 723011		<u>N/A</u> ; and (i	v) the amount allocated to	Fundraising \$	N/A
12-27-07					Form 990 (2007

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.

Wh	at is the organization's primary exempt purpose? ► <u>SEE STATEMENT</u> 3	Program Service Expenses
che	organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of ents served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) anizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)	(Required for 501(c)(3) and (4) orgs , and 4947(a)(1) trusts, but optional for others.)
а	MULTI-STATE BROADBAND DEPLOYMENT INITIATIVE	
	(Grants and allocations \$) If this amount includes foreign grants, check here	3,855,471.
b	NO CHILD LEFT OFFLINE IS AN INITIATIVE THAT LEVERAGES	
	TECHNOLOGY FOR THE BENEFIT OF DISENFRANCHISED CHILDREN. NO	
	CHILD LEFT OFFLINE FACILITATES COOPERATION AMONG PRIVATE	
	PARTNERS, CORPORATE FOUNDATIONS, AND STATE GOVERNMENT TO	
	PLACE COMPUTERS AND PRINTERS INTO THE HOMES OF	
	UNDERPRIVILEGED AND DISADVANTAGED CHILDREN AND FAMILIES.	
	(Grants and allocations \$) If this amount includes foreign grants, check here ▶ □	930,373.
С		
	(Grants and allocations \$) If this amount includes foreign grants, check here	
d	The first amount includes foreign grants, check field	· · · · · · · · · · · · · · · · · · ·
	(Grants and allocations \$) If this amount includes foreign grants, check here ▶ □	
е	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)	4,785,844.
		Form 990 (2007)

ra	ILIV	balance Sheets (See the instructions)					
Note		ere required, attached schedules and amounts wi uld be for end-of-year amounts only	thin the	e description column	(A) Beginning of year		(B) End of year
	45	Cash - non interest-bearing			152,501.	45	117,693.
	46	Savings and temporary cash investments			132,301.	46	117,093.
	70	Gavings and temporary cash investments			_	40	
	47 a	Accounts receivable	47a	2,106.			
		Less allowance for doubtful accounts	47b	_ /	3,845.	47c	2,106.
	48 a	Pledges receivable	48a	113,000.			
	b	Less allowance for doubtful accounts	48b		85,000.	48c	113,000.
	49	Grants receivable	163,519.	49	192,039.		
	50 a	Receivables from current and former officers, d	s, trustees, and				
		key employees				50a	
	b	Receivables from other disqualified persons (as					
ets		4958(f)(1)) and persons described in section 49	1 ''')(B)		50b	
Assets	1	Other notes and loans receivable	51a				
•		Less: allowance for doubtful accounts	51b		000 007	51c	300 000
	52	Inventories for sale or use		-	980,287.	52	320,098.
	53	Prepaid expenses and deferred charges		Cost FMV	61,009.	53	34,697.
		Investments - publicly-traded securities Investments - other securities		Cost FMV		54a 54b	
		Investments - land, buildings, and	'			340	
	33 a	equipment basis	55a				
		oquipment basis					
	Ь	Less accumulated depreciation	55b		120,939.	55c	•
	56	Investments - other				56	
	57 a	Land, buildings, and equipment basis	57a	767,816.			
	b	Less accumulated depreciation STMT 4	57b	309,740.		57c	458,076.
	58	Other assets, including program-related investments					
		(describe ►SI	EE S	TATEMENT 5	<u>656,916.</u>	58	7,566.
	59	Total assets (must equal line 74) Add lines 45	throug	h 58	2,224,016.	59	1,245,275.
	60	Accounts payable and accrued expenses		-	185,194.	60	374,510.
	61	Grants payable		<u> </u>		61	20 550
တ္ဆ	62	Deferred revenue	1 -	 		62	30,550.
bilities	63 64 a	Loans from officers, directors, trustees, and key a Tax-exempt bond liabilities	empic	yees		63 64a	
Liab		Mortgages and other notes payable		 	141,250.	64b	524,782.
_	65		er s	TATEMENT 6)	0.	65	-23,787.
	"			//		- 00	2077071
	66	Total liabilities. Add lines 60 through 65			326,444.	66	906,055.
	Orga	anizations that follow SFAS 117, check here	X	and complete lines			_
"		67 through 69 and lines 73 and 74					
čě	67	Unrestricted			177,302.	67	-403,454.
alan	68	Temporarily restricted			1,720,270.	68	742,674.
ě	69	Permanently restricted		<u> </u>		69	
Š	Orga	anizations that do not follow SFAS 117, check	here 🕨	▶			
ļ.		complete lines 70 through 74					
sts	70	Capital stock, trust principal, or current funds		 		70	
Net Assets or Fund Balances	71	Paid-in or capital surplus, or land, building, and				71	
et 🌶	72	Retained earnings, endowment, accumulated in				72_	
Z	73	Total net assets or fund balances Add lines 67 throu (Column (A) must equal line 19 and column (B) must	-	· I	1,897,572.	73	339,220.
	74	Total liabilities and net assets/fund balances			2,224,016.	74	1,245,275.
		The state of the s			<u> </u>		Form 990 (2007)

	990 (200					61-1394	934		age 6
Pa	rt V-A	Current Officers, Directors,	Trustees, and	Key Employees (contin	ued)			Yes	No
75 a	Enter the	e total number of officers, directors, ai	nd trustees permitte	ed to vote on organization bi	usiness at board	11			
b	Are any listed in	officers, directors, trustees, or key em Schedule A, Part I, or highest comper	nsated professional	and other independent conf	tractors listed in Sc	loyees hedule A,			
		or II-B, related to each other through riduals and explains the relationship(s)			n a statement that in SEE STATEM		75b	х	
C	listed in Part II-A	officers, directors, trustees, or key emports of the Schedule A, Part I, or highest comper or II B, receive compensation from an ation? See the instructions for the defi	nsated professional by other organization	and other independent conf ns, whether tax exempt or ta	ractors listed in Sc	hedule A,	75c		x
	If "Yes,"	attach a statement that includes the	information describ	ed in the instructions			,,,,,		<u> </u>
-		e organization have a written conflict o					75d	X	<u></u>
Pa	rt V-B	Former Officers, Directors,							
		Benefits (If any former officer, dire the year, list that person below and e							
		(A) Name and address	NONE	(B) Loans and Advances	(C) Compensation (if not paid, enter -0-)		to (I	E) Expe ccount er allow	ense and
				_			-		
<u> </u>				_					
				_					
				-					
				-					
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				_					
				-					
				_					
				_					
							+		
				-					
				-					
				_					
				-					
Pa	rt VI C	Other Information (See the Instru	ctions)				<u></u>	Yes	No
76	Did the	organization make a change in its activ	vities or methods of	f conducting activities? If "Ye	es," attach a detaile	ed			
		nt of each change					76	_	X
77		y changes made in the organizing or contact a conformed convertible change		its but not reported to the IR	S?		77		X
78 a		attach a conformed copy of the chan organization have unrelated business	-	.000 or more during the year	covered by this re-	turn?	78a	х	
b		has it filed a tax return on Form 990-		, 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1			78b	X	
79	Was the	re a liquidation, dissolution, terminatio	n, or substantial co	ontraction during the year? If	"Yes," attach a sta	itement	79		X
80 a		ganization related (other than by asso		-		on			
b		ship, governing bodies, trustees, officenter the name of the organization.		rer exempt or nonexempt org FEMENT 10	ganization?		80a	X	
U	11 TOS,	chief the name of the organization	OBE SIA	and check whether it is	exempt or	nonexempt			
81 a	Enter di	rect and indirect political expenditures	(See line 81 instru		81a	0.			
<u>b</u>	Did the	organization file Form 1120-POL for the	nis year?				81b	000	X
							Form	മവ	(つののマ)

	m 990 (2007) CONNECTED NATION, INC. 61-1	<u> 1394934</u>		age 7
	art VI Other Information (continued)		Yes	No
82 a	a Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substant	tially		
	less than fair rental value?	82a	X.	ļ
t	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 56,5	<u> 590.</u>		
83 a		83a	X	<u> </u>
t		_83b_		ļ
84 a		84a		ļ
t	o If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were n	ot		1
	tax deductible? N/A	84b		L
85 a	a 501(c)(4), (5), or (6) Were substantially all dues nondeductible by members? N/A	85a		<u> </u>
b	Did the organization make only in-house lobbying expenditures of \$2,000 or less? N/A	85b		
	If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a			
	waiver for proxy tax owed for the prior year			
C				
C	d Section 162(e) lobbying and political expenditures 85d N/A			
e	e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices 85e N/A			
f	Taxable amount of lobbying and political expenditures (line 85d less 85e) 85f N/A			l
Q		85g		ļ
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f			
	to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the			
	following tax year? N/A	85h		
86	501(c)(7) organizations Enter a Initiation fees and capital contributions included on			
	line 12 86a N/A			
	Gross receipts, included on line 12, for public use of club facilities 86b N/A			
87	501(c)(12) organizations Enter a Gross income from members or shareholders 87a N/A			
b	Gross income from other sources (Do not net amounts due or paid to other sources			
	against amounts due or received from them) 876 N/A			1
88 a	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership,			
	or an entity disregarded as separate from the organization under Regulations sections 301 7701-2 and 301 7701-3?			1
	If "Yes," complete Part IX	88a	X	-
0	At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of			
	section 512(b)(13)? If "Yes," complete Part XI	▶ 88b		X
89 a	a 501(c)(3) organizations Enter Amount of tax imposed on the organization during the year under			1
	section 4911 ▶ 0 • , section 4912 ▶ 0 • ; section 4955 ▶	0.		l
D	501(c)(3) and 501(c)(4) organizations. Did the organization engage in any section 4958 excess benefit			l
	transaction during the year or did it become aware of an excess benefit transaction from a prior year?			•
_	If "Yes," attach a statement explaining each transaction	89b		X
C	Enter Amount of tax imposed on the organization managers or disqualified persons during the year under			
	sections 4912, 4955, and 4958	0.		
	Enter Amount of tax on line 89c, above, reimbursed by the organization			v
f	All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction? All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?	89e 89f		X
,	For supporting organizations and sponsoring organizations maintaining donor advised funds. Did the supporting organizations			
ч	or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?			x
۵۵ ء	List the states with which a copy of this return is filed \rightarrow KY	89g		
_	Number of employees employed in the pay period that includes March 12, 2007 90b	-		26
	Telephone no. ► 270	781 4	330	
31 a				
		4 ► <u>4201</u>	Yes	
O	At any time during the calendar year, did the organization have an interest in or a signature or other authority over	044		
	a financial account in a foreign country (such as a bank account, securities account, or other financial account)?	91b		Х
	If "Yes," enter the name of the foreign country N/A	— I I		
	See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.			
	and riganization recounts.	Fare	990 ((2007)

	ECTED NA	TION,	INC.		61-1	.394934 Page 8
Part VI Other Information (c	ontinued)	·			· · · · · · · · · · · · · · · · · · ·	Yes No
c At any time during the calendar ye	_		tain an office outside of	the Unite	ed States?	91c X
If "Yes," enter the name of the fore	eign country 🕨		N/A			
92 Section 4947(a)(1) nonexempt cha				heck here	1 1	▶ ∟_
and enter the amount of tax-exem					92	<u> </u>
Part VII Analysis of Income-						
Note: Enter gross amounts unless other	rwise	(A)	ed business income	(C)	by section 512, 513, or 514	(E)
ındıcated		Business	(B) Amount	Exclu- sion	(D) Amount	Related or exempt
93 Program service revenue		code		code		function income
a						
b						
c						
d				L		
e						
f Medicare/Medicaid payments						
g Fees and contracts from governme	nt agencies		· · · · · · · · · · · · · · · · · · ·	<u> </u>		
94 Membership dues and assessment	s		··· ·			
95 Interest on savings and temporary cash	ınvestments					
96 Dividends and interest from securiti	ies			14	15,548.	
97 Net rental income or (loss) from real	l estate		· · · · · · · · · · · · · · · · · · ·			·
a debt-financed property						
b not debt financed property						
98 Net rental income or (loss) from per	sonal property					
99 Other investment income						
100 Gain or (loss) from sales of assets						
other than inventory						
101 Net income or (loss) from special ev	ents/					
102 Gross profit or (loss) from sales of in	nventory	541519	6,136.			
103 Other revenue						
a CONSULTING SERVIC	ES	541519	40,521.		ľ	
b						
c						
d						
e						
104 Subtotal (add columns (B), (D), and	(E))		46,657.		15,548.	0.
105 Total (add line 104, columns (B), (D), and (E))					62,205.
Note: Line 105 plus line 1e, Part I, should	d equal the amo	unt on line 12	2, Part I		-	
Part VIII Relationship of Acti	vities to the	Accompl	ishment of Exemp	t Purpo	Ses (See the instruction	15)
Line No. Explain how each activity for wh	ich income is repo	rted in column	n (E) of Part VII contributed	l important	tly to the accomplishment of	the organization's
exempt purposes (other than by	providing funds f	or such purpo	ses).	·	,	v
			,			
Part IX Information Regard	ing Taxable	Subsidiar	ies and Disregard	ed Enti	ties (See the instruction:	s)
(A) Name, address, and EIN of corporation,	(B) Percentage of		(C)		(D)	(E)
partnership, or disregarded entity	ownership interes	st	Nature of activities		Total income	End-of-year assets
SEE ATTACHED		%	· -			
SCHEDULE - STATEMENT		%				
16.		%				
		%				
Part X Information Regardi			ted with Personal	Benefi	t Contracts (See the I	nstructions)
(a) Did the organization, during the year, re	•				 	Yes X No
(b) Did the organization, during the year, p		-				Yes X No
Note: If "Yes" to (b), file Form 8870 and						103110
Control of the contro			<i>,</i>			Form 990 (2007)
						101111 000 (2001)

723163 12-27-07

	90 (2007) CONNECTED NATION, INC	•	61-13	94934 Page 9
Part	XI Information Regarding Transfers To and From controlling organization as defined in section 512(b)(13)	n Controlled Entitie N/A	S. Complete only if the orga	nızatıon ıs a
	ord the reporting organization make any transfers to a controlled enti		512(b)(13) of the Code? If "Ye	Yes No
	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a		_		
b		-		
c		_		
	Totals			
	nd the reporting organization receive any transfers from a controlled complete the schedule below for each controlled entity	l entity as defined in sect	ion 512(b)(13) of the Code?	Yes No
	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a		-		
b		_		
c		-		
	Totals			Voc No
	id the organization have a binding written contract in effect on Augu nnuities described in question 107 above?			
Please Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompand complete Declaration of preparer (other than officer) is based on all information of Signature of officer Bernice Type or print name and title	panying schedules and statements which preparer has any knowledger of the control	s, and to the best of my knowledge ange	•
Paid Preparei	Preparer's signature Rick Shills Prim's name (or POTTER & COMPANY LLP		employed	SN or PTIN (See Gen Inst X)
Use Only	PULLER & LUMPANY LILE	TE 1100	Phone no. ► (85	9) 253-1100

Form **990** (2007)

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 4947(a)(1) Nonexempt Charitable Trust

Supplementary Information-(See separate instructions.)

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

OMB No 1545-0047

2007

Name of the organization Employer identification number CONNECTED NATION, INC. 61 1394934 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") (b) Title and average hours (a) Name and address of each employee paid (e) Expense account and other employee benefit plans & deferred compensation per week devoted to (c) Compensation more than \$50,000 allowances position DONALD S. CUTLER FIELD DIRECTOR 311 WEST MAIN ST, FRANKFORT ΚY 4060 40.00 79,6<u>35</u> 2,616 ERNEST L. WOOD DIRECTOR, PROJECT MA 311 WEST MAIN ST FRANKFORT 4060 KY 40.00 83,522 2,658 ANDREW V. MCNEIL VP, PROGRAM DEVELOPM 311 WEST MAIN ST. 4060 FRANKFORT 40.00 95,087 3,017 LAURA M. TAYLOR CHIEF POLICY ANALYST 1020 COLLEGE STREET, BOWLING GREEN. 40.00 88,689 2,102 MICHAEL L. RAMAGE EXECUTIVE DIRECTOR 618 CHURCH STREET, SUITE 305, NASHVIL 40.00 75,489 2,399 Total number of other employees paid over \$50,000 4 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 ERIC MILLS ATTORNEY AT LAW PLLC LEGAL / PROJECT 1415 MAIN STREET, INEZ, KY 41224 MANAGEMENT 203,752. GREENEBAUM DOLL & MCDONALD PLLC 101 SOUTH FIFTH STREET LOUISVILLE. 40202 LEGAL 101,336. JOE MEFFORD PROJECT 17 JUSTICE LANE, FRANKFORT MANAGEMENT 81,825. Total number of others receiving over \$50,000 for professional services 0 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 WILKERSON & ASSOCIATES 3339 TAYLORSVILLE RD. LOUISVILLE KY 40205 RESEARCH SERVICES 200,448. RED PIXEL STUDIOS 319 EAST 2ND STREET OWENSBORO, KY 423 DESIGN SERVICES 127,030. Total number of other contractors receiving over \$50,000 for other services 0

723101/12-27-07

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

Schedule A (Form 990 or 990-EZ) 2007

Schedule A (Form 990 or 990-EZ) 2007

<u>0</u>

d Enter the total number of donor advised funds owned at the end of the tax year

e Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year

g Enter the aggregate value of assets in all funds or accounts included on line 4f at the end of the tax year

f Enter the total number of separate funds or accounts owned at the end of the year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts

_							
l certif	fy that th	e organization is not a private foundation because it is: (Please check only ONE ag	oplicable box)			
5	\square	A church, convention of churches, or association of ch	urches Section 170(b)(1)(A)(ı).			
6		A school. Section 170(b)(1)(A)(ii). (Also complete Part	(V)				
7		A hospital or a cooperative hospital service organization	n. Section 170(b)(1)(A)(i	ı)			
8		A federal, state, or local government or governmental u	unit Section 170(b)(1)(A)	(v)			
9		A medical research organization operated in conjunction	on with a hospital. Section	170(b)(1)(A)(III). Enter t	he hospital'	s name, city,	
		and state 🕨					
10		An organization operated for the benefit of a college or	university owned or oper	ated by a governmental u	ınıt. Section	170(b)(1)(A)((IV)
		(Also complete the Support Schedule in Part IV-A)	,	, ,		()()(. ,
11a	\mathbf{X}	An organization that normally receives a substantial pa	art of its support from a o	overnmental unit or from	the general	public	
		Section 170(b)(1)(A)(vi) (Also complete the Support			tilo gonora.	puo	
11b		A community trust Section 170(b)(1)(A)(vi). (Also cor	•	Iula in Part (\/-A \			
12	\Box	An organization that normally receives: (1) more than a		•	robin food a	nd aroos	
12	ш	receipts from activities related to its charitable, etc., fur					
		its support from gross investment income and unrelate					
		by the organization after June 30, 1975 See section 5		,		•	
40		An arganization that is not controlled by early discussification	d navaana (athay than fac	dation	-45		
13		An organization that is not controlled by any disqualifie	•	indation managers) and	otnerwise m	ecs the requi	rements of section
		509(a)(3) Check the box that describes the type of sup	· ~_~			<u> </u>	
		Type I Type II	Ll Type III-Fui	nctionally Integrated		Type III	-Other
		Dravido the following information of	and the annual decree	instinue /Con page 9 of	the inetriceto		
		Provide the following information at					· · · · · · · · · · · · · · · · · · ·
		(a)	(b)	(c)	(d	•	(e)
		Name(s) of supported organization(s)	Employer identification	Type of organization (described in lines		upported on listed in	Amount of
			number (EIN)	5 through 12 above		porting	support
				or IRC section)		zation's	
					governing	documents?	
						T	
					Yes	No	
							· · · · · · · · · · · · · · · · · · ·
					<u> </u>		
Total						>	

Schedule A (Form 990 or 990-EZ) 2007

An organization organized and operated to test for public safety. Section 509(a)(4). (See page 8 of the instructions.)

Pa	Support Schedule (C Note: You may use the	complete only if you che e worksheet in the inst	ecked a box on line 10 ructions for converting), 11, or 12) Use cash I from the accrual to th	n method of accounti	ng. ountina
	ndar year (or fiscal year ining in)	(a) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
15	Gifts, grants, and contributions received. (Do not include unusual					
	grants. See line 28)	3,062,975.			1,050,023.	
16	Membership fees received		330,000.	10,000.	46,584.	386,584.
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	6,035.	102,015.			108,050.
18	Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, income from similar sources, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	16,393.	9,162.	819.	5,900.	32,274.
19	Net income from unrelated business					
	activities not included in line 18	6,136.	6,136.			12,272.
20	Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21	The value of services or facilities furnished to the organization by a governmental unit without charge Do not include the value of services or facilities generally furnished to the public without charge					
22	Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					
23	Total of lines 15 through 22		4,707,921.	553,619.		
24	Line 23 minus line 17		4,605,906.	553,619.		
25	Enter 1% of line 23	30,915.		5,536.	11,025.	
26	Organizations described on lines 16 Prepare a list for your records to sho		* **		► 26a	186,951.
b	unit or publicly supported organizati			,		
	Do not file this list with your return	•	=	aca the amount shown in	≥ 26b	1,378,773.
С	Total support for section 509(a)(1) t	est [.] Enter line 24, column	(e)		▶ 26c	9,347,536.
d	Add. Amounts from column (e) for la	ines. 18	32,274. 19	12,27	2.	
		22	26b	1,378,77	3. ► 26d	1,423,319.
е	Public support (line 26c minus line 2	•			<u> 26e</u>	7,924,217.
1	Public support percentage (line 26			· · · · · · · · · · · · · · · · · · ·	▶ 26f	84.7733%
27	Organizations described on line 12 records to show the name of, and to					
		N/A	aon your nom, caon alaq	dumed person. De net n	ic tills list with your ictu	in Enter the sum of
	(2006)	(2005)	(2	004)	(2003)	
b	For any amount included in line 17 th	hat was received from eac	ch person (other than "dis	qualified persons"), prepa	are a list for your records	to show the name of,
	and amount received for each year, t			· ·	•	-
	described in lines 5 through 11b, as			· · · · · ·		e amount received and
	the larger amount described in (1) o	• •	,	•	· ·	
	(2006) Add: Amounts from column (e) for h	(2005)	•	004) 16	(2003)	
·		20		16 21	—— ▶ _{27c}	N/A
d	Add: Line 27a total		d line 27b total		≥ 27d	N/A
е	Public support (line 27c total minus				▶ 27e	N/A
f	Total support for section 509(a)(2) to	est: Enter amount on line	23, column (e)	▶ 27f	N/A	
g	Public support percentage (line 27		• • • • • • • • • • • • • • • • • • • •		▶ 27g	N/A %
	Investment income percentage (lin				▶ 27h	N/A %
S	Inusual Grants: For an organization de how, for each year, the name of the co	ontributor, the date and ar	nz man received any unu mount of the grant, and a	sual grants during 2003 t brief description of the na	ature of the grant. Do no t	ist for your records to t file this list with your
r	eturn Do not include these grants in l 1 12-27-07	line 15.	ONE		-	ule A (Form 990 or 990-EZ) 2007
						

13

2007.06050 CONNECTED NATION, INC.

34 a Does the organization receive any financial aid or assistance from a governmental agency?

If you answered "Yes" to either 34a or b, please explain using an attached statement.

1975-2 C B. 587, covering racial nondiscrimination? If "No," attach an explanation

Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50,

b Has the organization's right to such aid ever been revoked or suspended?

61-1394934 Private School Questionnaire (See page 9 of the instructions) N/A (To be completed ONLY by schools that checked the box on line 6 in Part IV) Yes No Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing 29 instrument, or in a resolution of its governing body? 29 30 Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships? 30 31 Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? 31 If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.) Does the organization maintain the following a Records indicating the racial composition of the student body, faculty, and administrative staff? 32a Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis? 32b Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships? 32c Copies of all material used by the organization or on its behalf to solicit contributions? 32d If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.) Does the organization discriminate by race in any way with respect to: a Students' rights or privileges? 33a b Admissions policies? 33b Employment of faculty or administrative staff? 33c Scholarships or other financial assistance? 33d e Educational policies? 33e Use of facilities? 33f f Athletic programs? 33g Other extracurricular activities? 33h If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)

Schedule A (Form 990 or 990-EZ) 2007

34a

34b

Part VI-A Lobbying Expenditures by Electing Public Charities (See page 11 of the instructions)

N/A

Check 🕨 a 💹 if the organization be	ongs to an affiliated group. Check 🕨	b ıf	you chec	ked " a" and "limited contr	ol" provisions apply.
	on Lobbying Expenditures Iditures" means amounts paid or incurred)			(a) Affiliated group totals	(b) To be completed for all electing organizations
Total lobbying expenditures to influer Total lobbying expenditures to influer Total lobbying expenditures (add line) Other exempt purpose expenditures Total exempt purpose expenditures (a Lobbying nontaxable amount Enter the amount on line 40 is - Not over \$500,000	ce public opinion (grassroots lobbying) ce a legislative body (direct lobbying) 36 and 37) dd lines 38 and 39) be amount from the following table - The lobbying nontaxable amount is - 20% of the amount on line 40		36 37 38 39 40	N/A	
Over \$500,000 but not over \$1,000,000 Over \$1,000,000 but not over \$1,500,000 Over \$1,500,000 but not over \$17,000,000 Over \$17,000,000 I2 Grassroots nontaxable amount (enter Subtract line 42 from line 36. Enter -C	- ıf line 42 ıs more than line 36		41 42 43 44		

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 13 of the instructions.)

		veraging Period	N/A		
Calendar year (or fiscal year beginning in)	(a) 2007	(b) 2006	(c) 2005	(d) 2004	(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 14 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:

- a Volunteers
- b Paid staff or management (Include compensation in expenses reported on lines c through h.)
- c Media advertisements
- d Mailings to members, legislators, or the public
- e Publications, or published or broadcast statements
- f Grants to other organizations for lobbying purposes
- g Direct contact with legislators, their staffs, government officials, or a legislative body
- h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means
- i Total lobbying expenditures (Add lines c through h)
- If "Yes" to any of the above, also attach a statement giving a detailed description of the lobbying activities.

Yes	No	Amount
	Х	
X		
	Х	
	Х	
	X	
	Х	
X		9,493.
	х	
		9,493.
		· · · · · · · · · · · · · · · · · · ·

723151

Schedule A (Form 990 or 990-EZ) 2007

Part		garding Transfers To and zations (See page 14 of the instr		d Relationships With Noncharit	able		
51		firectly or indirectly engage in any of		organization described in section			
		section 501(c)(3) organizations) or ii					
		ganization to a noncharitable exempt		initial of gamzations.		Yes	No
ū	(i) Cash	gamzation to a noncharitable exempt	organization of.		51a(i)	100	X
	(ii) Other assets				a(ii)		X
	Other transactions				4(11)		
U,		ets with a noncharitable exempt orga	nization		b(i)		v
			IIIZatiOII				<u>X</u>
		a noncharitable exempt organization			b(11)		X
	iii) Rental of facilities, equipme				b(m)		X
	(iv) Reimbursement arrangeme	ents			b(iv)		X
	(v) Loans or loan guarantees				b(v)		X
	· ·	membership or fundraising solicitat			b(vi)		X
		, mailing lists, other assets, or paid e			С		Х
				always show the fair market value of the			
		s given by the reporting organization.	-	-			
1		nent, show in column (d) the value o	t the goods, other assets, or	Services received		N/A	
(a)	(b)	(c)		(d)			
Line no	o. Amount involved	Name of noncharitable ex	empt organization	Description of transfers, transactions, and s	snaring ar	rangem	ients
							-
							_
(s the organization directly or in Code (other than section 501(c f "Yes," complete the following)(3)) or in section 527?	one or more tax-exempt orga	anizations described in section 501(c) of the	Yes	X] No
	(a Name of or)	(b) Type of organization	(c)			
	Name of or	ganization	Type of organization	Description of relationsh	ıp		
		······································					
	 .						
							-
	·					_	-
		· · · · · · · · · · · · · · · · · · ·	<u> </u>		••		
		· · · - · · · · · · · · · · · · · · · ·					

FORM 990	INCOME AND COST OF GOODS SOLD INCLUDED ON PART I, LINE 10		STATEMENT
INCOME			
	WANCES	39,432	39,43
	OLD (LINE 13)	33,296	6,13
7. MERCHANDISE PURC 8. COST OF LABOR .	PPLIES	33,296	33,29
12. INVENTORY AT END			33,29

OTHER	REXPENSES		STATEMENT 2
(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
343.184.	326.885.	11.854.	4,445.
000,000	020,000	, ~~~	-,
794,493.	794,493.		
30,241.	-	2,420.	907.
28,331.	25,214.	2,267.	850.
·	•	·	
138,565.	118,029.	14,935.	5,601.
41,306.		41,306.	
218,714.	195,272.	16,860.	6,582.
277,566.	125,915.		368.
143,236.	127,480.	11,459.	4,297.
-		2,035.	763.
	<u>-</u>		
23,624.	21,025.	1,890.	709.
2,316,176.	2,035,345.	256,309.	24,522.
-	(A) TOTAL 343,184. 794,493. 30,241. 28,331. 138,565. 41,306. 218,714. 277,566. 143,236. 25,433. 251,483. 23,624.	(A) (B) PROGRAM SERVICES 343,184. 326,885. 794,493. 794,493. 26,914. 28,331. 25,214. 138,565. 118,029. 41,306. 218,714. 195,272. 277,566. 125,915. 143,236. 127,480. 25,433. 22,635. 251,483. 23,624. 21,025.	(A) (B) (C) PROGRAM MANAGEMENT AND GENERAL 343,184. 326,885. 11,854. 794,493. 794,493. 30,241. 26,914. 2,420. 28,331. 25,214. 2,267. 138,565. 118,029. 14,935. 41,306. 218,714. 195,272. 16,860. 277,566. 125,915. 151,283. 143,236. 127,480. 11,459. 25,433. 22,635. 2,035. 251,483. 23,624. 21,025. 1,890.

EXPLANATION

TO ACCELERATE ECONOMIC DEVELOPMENT THROUGH THE GROWTH AND APPLICATION OF TECHNOLOGY

PART III

FORM 990 DEPRECIATION OF ASSE	TS NOT HELD FOR	INVESTMENT	STATEMENT 4
DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
FURNITURE AND FIXTURES EQUIPMENT LEASEHOLD IMPROVEMENTS VEHICLE WEBSITE DEVELOPMENT	89,280. 583,025. 26,012. 36,799. 32,700.	35,012. 235,273. 2,768. 3,987. 32,700.	54,268. 347,752. 23,244. 32,812. 0.
TOTAL TO FORM 990, PART IV, LN 57	767,816.	309,740.	458,076.

FORM 990 OTHER A	ASSETS	STATEMENT	5
DESCRIPTION	BEGINNING OF YEAR	END OF YEA	ΑR
CASH, RESTRICTED FOR USE WITH GRANTS CASH, RESTRICTED FOR USE WITH PROGRAMS OTHER ASSETS	554,984. 100,000. 1,932.	7,50	56.
TOTAL TO FORM 990, PART IV, LINE 58	656,916.	7,50	56.
FORM 990 OTHER LIAB	ILITIES	STATEMENT	6
DESCRIPTION	BEGINNING OF YEAR	END OF YEA	\R
LIABILITIES FOR CN VENTURES - REPORTED (SEPARATE RETURN	NC	-23,78	37.
TOTAL TO FORM 990, PART IV, LINE 65		-23,78	37.
FORM 990 OTHER REVENUE NOT INC	CLUDED ON FORM 990	STATEMENT	7
DESCRIPTION		AMOUNT	
CONSULTING INCOME FOR CONNECTED VENTURES SEPARATE TAX RETURN	S - INCLUDED ON	84	10.
FOTAL TO FORM 990, PART IV-A		84	10.
FORM 990 OTHER EXPENSES NOT IN	NCLUDED ON FORM 990	STATEMENT	8
DESCRIPTION		AMOUNT	
EXPENSES FOR CONNECTED VENTURES - INCLUI	DED ON SEPARATE TAX	24,42	
TOTAL TO FORM 990, PART IV-B		24,42	28.

STATEMENT

			EMPLOYEE	
NAME AND ADDRESS	TITLE AND AVRG HRS/WK		BEN PLAN	EXPENSE
BRIAN R. MEFFORD 1020 COLLEGE STREET BOWLING GREEN, KY 42101	CHAIRMAN & CEC 55.00	/ DIRECTOR 146,269.		0.
MARK MCELROY 1020 COLLEGE STREET BOWLING GREEN, KY 42101	CHIEF OPERATIN 50.00	G OFFICER / 93,886.		
DOUG ROBINSON SUITE 1405, 201 EAST MAIN STREET LEXINGTON, KY 40507	DIRECTOR 1.00	0.	0.	0.
BERNICE BOGLE 1020 COLLEGE STREET BOWLING GREEN, KY 42101	TREASURER 50.00	72,434.	2,484.	0.
ERIC MILLS 1415 MAIN STREET INEZ, KY 41224	DIRECTOR 40.00	0.	0.	0.
JAMES CICCONI SUITE 1000, 1120 20TH STREET, NW WASHINGTON, DC 20036	DIRECTOR 1.00	0.	0.	0.
STEVE LARGENT SUITE 600, 1400 16TH STREET, NW WASHINGTON, DC 20036	DIRECTOR 1.00	0.	0.	0.
JOSEPH WAZ ONE COMCAST CENTER PHILADELPHIA, PA 19103	DIRECTOR 1.00	0.	0.	0.
JOHN DAVIES 2200 MISSION COLLEGE BOULEVARD SANTA CLARA, CA 95052	DIRECTOR 1.00	0.	0.	0.
WENDY LAZARUS SUITE 206, 1351 3RD STREET PROMENADE	DIRECTOR	0.	0.	0.

FORM 990 PART V-A - LIST OF CURRENT OFFICERS, DIRECTORS,

CONNECTED NATION, INC.				61-1394934
LARRY COHEN 501 3RD STREET, NW WASHINGTON, DC 20001	DIRECTOR 1.00	0.	0	. 0.
THOMAS J. TAUKE 140 WEST STREET NEW YORK, NY 10036	DIRECTOR 1.00	0.	0	. 0.
PATRICIA LAWRENCE 1020 COLLEGE STREET BOWLING GREEN, KY 42101	SECRETARY 40.00	49,962.	1,654	. 0.
TOTALS INCLUDED ON FORM 990,	PART V-A	362,551.	11,696	. 0.
FORM 990 IDENTIFIC	ATION OF RELATED ORG	GANIZATIONS	STA	rement 10
NAME OF ORGANIZATION			EXEMPT	NONEXEMPT
CN VENTURES, INC. SEE ATTACHED SCHEDULE - STATE LISTING AS PART IX.	MENT 16. SAME		х	Х

FORM 990

EXPLANATION OF RELATIONSHIP PART V-A, LINE 75B

STATEMENT

11

INDIVIDUAL'S NAME

TITLE OR ROLE

BRIAN R. MEFFORD

CHAIRMAN & CEO / DIRECTOR

INDIVIDUAL'S NAME

TITLE OR ROLE

JOE MEFFORD

CONTRACTOR

EXPLANATION OF RELATIONSHIP

JOE MEFFORD, BRIAN MEFFORD'S FATHER, PROVIDED PROJECT MANAGEMENT SERVICES SPECIFICALLY FOR CONNECTKENTUCKY, LLC, A SUBSIDIARY OF CONNECTED NATION, INC. HIS QUALIFICATIONS AND WORK RESPONSIBILITIES CAN BE VIEWED AT HTTP:\\WWW.CONNECTKENTUCKY.ORG\ABOUT_US\OUR_TEAM\JOE_MEFFORD.PHP.

25610__1

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SCHEDULE A

EXPLANATION OF TRANSACTIONS PART III, LINE 2A

STATEMENT 12

THE ORGANIZATION LEASED PROPERTY FROM ITS CEO. PROPERTY WAS LEASED FOR SEVEN MONTHS. TOTAL RENT EXPENSE WAS \$4,200.

SCHEDULE A

EXPLANATION OF TRANSACTIONS PART III, LINE 2C

STATEMENT 13

DURING 2007, A DIRECTOR ON THE BOARD BILLED THE ORGANIZATION APPROXIMATELY \$211,000 FOR LEGAL AND CONSULTING SERVICES, INCLUDING REIMBURSEMENT OF EXPENSES. THE ORGANIZATION PAID APPROXIMATELY \$204,000 OF THIS AMOUNT AND APPROXIMATELY \$7,000 WAS DUE TO THE DIRECTOR AT DECEMBER 31, 2007.

THE CEO'S FATHER WAS PAID \$81,825 FOR PROJECT MANAGEMENT SERVICES SPECIFICALLY FOR CONNECTKENTUCKY, LLC, A SUBSIDIARY OF CONNECTED NATION, INC. HIS QUALIFICATIONS AND WORK RESPONSIBILITIES CAN BE VIEWED AT

HTTP:\\WWW.CONNECTKENTUCKY.ORG\ABOUT_US\OUR_TEAM\JOE_MEFFORD.PHP.

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Connected Nation, Inc			STATEMENT 16					
Tax ID 61-1394934 Form 990 attachment								
OIII 330 attachitetit								
Part VI Question 80 b and Part	Part VI Question 80 b and Part IX - Information regarding taxable subsidiaries and disregarded entities	rded entities						
					%		Total	End-of- Year
Company Name	Address	EIN	Structure	Exempt	Ownership	Nature of Activities	Income	Assets
CN Ventures. Inc	1020 College Street, Bowling Green, NY 42101	26-0330874	Disregarded Entity	Yes	100%	Asset Holding Company	200	524,019
Connect Alaska, LLC	1020 College Street, Bowling Green, KY 42101	26-0742035	Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Alaska	41,425	41,225
Connect Alabama, LLC	1020 College Street, Bowling Green, KY 42101	26-0550734	Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Alabama		1001
Connect Arkansas, LLC	1020 College Street, Bowling Green, KY 42101	26-0550908	Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Arkansas		3 .
Connect Arizona , LLC	1020 College Street, Bowling Green, KY 42101	26-0745378	Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Arizona		,
Connect California . LLC	1020 College Street, Bowling Green, KY 42101	26-0550623	Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in California	10,000	1,500
Connect Colorado , LLC	1020 College Street, Bowling Green, KY 42101	26-0741605	Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Colorado		1,296
Connect Connecticut, LLC	1020 College Street, Bowling Green, KY 42101	26-1377201	Disregarded Entity	Yes	100%	100% To Implement Connected Nation's Mission in Connecticut	•	•
Connect Florida 11 C	1020 College Street, Bowling Green, KY 42101	26-0741366	Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Delaware	•	
Connect Georgia, LLC	1020 College Street, Bowling Green, K1 42101	26-0741262	Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Florida	-	-
Connect Hawaii, LLC	1020 College Street, Bowling Green, KY 42101	26-0742834	Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Georgia	•	
Connect Iowa, LLC	1020 College Street, Bowling Green, KY 42101	26-0742423	Disregarded Entity	Yes		100% To Implement Connected Nation's Mission in Itawaii		
Connect Idaho, LLC	1020 College Street, Bowling Green, KY 42101	26-0742655	Disregarded Entity	Yes	100%	100% To Implement Connected Nation's Mission in Idaho		•
Connect Illinois, LLC	1020 College Street, Bowling Green, KY 42101	26-0550765	Disregarded Entity	Yes	100%	1 ⊆	-	,
Connect Indiana, LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	Yes	100%	100% To Implement Connected Nation's Mission in Indiana		
Connect Ransas, LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Kansas		
ConnectNentucky, LLC	311 W Main St , Frankfort, KY 40601	26-0530781	Disregarded Entity	Yes	100%	100% To Implement Connected Nation's Mission in Kentucky	1,699,846	1,736,105
Connect Massachusetts 110	1020 College Street, Bowling Green, RY 42101	26-0742125	Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Louisiana	-	
Connect Mandand 11 C	1020 College Street, bowling Green, NY 42101	26-0531255	Disregarded Entity	Yes	100%	100% To Implement Connected Nation's Mission in Massachusetts	100,000	49 751
Connect Maine 11 C	1020 College Street, bowling Green, NT 42101	26-0742932	Disregarded Entity	Yes	%00L	To Implement Connected Nation's Mission in Maryland	-	
Connect Michigan, LLC	1020 College Street Bowling Green KY 42101	44287	Disregarded Entity	20 >	100%	To implement Connected Nation's Mission in Maine		•
Connect Minnesota, LLC	1020 College Street, Bowling Green, KY 42101	4206	Disregarded Entity	Yes	100%	To implement Connected Nation's Mission in Microgan	1	
Connect Missouri, LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	Yes	100%	To implement Connected Nation's Mission in Mission in		
Connect Mississippi, LLC	1020 College Street, Bowling Green, KY 42101	44098	Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Mississippi	-	
Connect Montana, LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Montana		
Connect North Carolina, LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	Yes	100%	100% To Implement Connected Nation's Mission in North Carolina		,
Connect North Dakota, LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	Yes		To Implement Connected Nation's Mission in North Dakota	1	
Connect New Hampshire	1020 College Street, bowling Green, KY 42 101	26-0743928	Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Nebraska	-	٠
Connect New Jersey 11 C	1020 College Street Bowling Green, NY 42101	26-0743978	26-0743978 Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in New Hampshire	٠	,
Connect New Mexico, LLC	1020 College Street, Bowling Green, KY 42101	26-0743010	Disregarded Entity	2 2	100%	To Implement Connected Nation's Mission in New Jersey	-	,
Connect Nevada, LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	X Ke	100%	To Implement Connected Nation's Mission in New Mexico	•	•
Connect New York, LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in New York	,	.
Connect Ohio, LLC	232 North 3rd Street, Suite 201, Columbus, OH 43215		Disregarded Entity	Yes	100%	100% To Implement Connected Nation's Mission in Ohio		100
Connect Oklahoma, LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	Yes	100% T	100% To Implement Connected Nation's Mission in Oklahoma	-	
Connect Depressivania 11 C	1020 College Street, Bowling Green, KY 42101	_	Disregarded Entity	Yes	100% 7	To Implement Connected Nation's Mission in Oregon	,	
Connect Rhode Island 11 C	1020 College Street, bowling Green, KY 42101	26-0655472	Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Pennsylvania	,	1
Connect South Carolina, LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	ves Ver	%000	100% To Implement Connected Nation's Mission in Rhode Island	,	-
Connect South Dakota, LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	2 2	100%	To implement Connected Nation's Mission in South Carolina	5,000	-
Connected Tennessee, LLC	618 Church Street, Suite 305, Nashville, TN 37219		Disregarded Entity	Yes	100%	To Implement Connected Nation's Mission in Townses	1 420 050	224 552
Connect Texas, LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	Yes		To Implement Connected Nation's Mission in Texas	1,429,900	555,122
Connect Utah, LLC	1020 College Street, Bowling Green, KY 42101	\rightarrow	Disregarded Entity	Yes	100% T	100% To Implement Connected Nation's Mission in Utah		
Connect Virginia , LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	Yes	100% T	To Implement Connected Nation's Mission in Virginia		,
Connect Vermont, LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	ves	100% T	To Implement Connected Nation's Mission in Vermont		
Connect Washington DC, LLC	1020 College Street, Bowling Green, KY 42101		Disregarded Entity	Yes		To Implement Connected Nation's Mission in Washington DC		
Connect Wisconsin 11 C	1020 College Street, bowling Green, KY 42101		Disregarded Entity	Yes		To Implement Connected Nation's Mission in Washington		,
Connect West Virginia, LLC	1020 College Street, Bowling Green, KY 42101	26-0744383	Disregarded Entity	Yes	100%	To implement Connected Nation's Mission in Wisconsin	, 000	-
Connect Wyoming, LLC	1020 College Street, Bowling Green, KY 42101	26-0744328	Disregarded Entity	ς × Δ		10076 To Implement Connected Nation's Mission in West Virginia	100,000	22.821
		0301100	בונים ביינים	5	10/001	O III IDIGILIGI I COLINECTED I VALIDITI S IVII SSIORI III VY YOTTING		•

Connected Nation, Inc.

Tax ID: 61-1394934 Form 990 attachment

Schedule A Part VI-B - Lobbying Activity by Nonelecting Public Charities

Connected Nation, Inc. lobbied with and/or through its subsidiary ConnectKentucky, LLC for technology assessment, direct funding, and education technology. In addition, the following Kentucky bills or resolutions were lobbied:

Kentucky Senate Bill 74

The was a measure to create a new section of KRS Chapter 147A to promote the deployment of broadband infrastructure and other information technologies within the Governor's Department for Local Government (GOLD). Under the terms of the bill, GOLD would:

- Encourage the deployment of broadband and information technology as well as the adoption of such technologies throughout Kentucky.
- Serve as a resource for all citizens, broadband providers, technology businesses and government agencies;
- Report progress on broadband deployment to LRC upon request and on an annual basis, and
- Ensure that the public is notified about funds that are available for broadband and IT investments before any contracts or grants are awarded.

The measure would also specifically recognize the work and accomplishments of the ConnectKentucky partnership.

Kentucky House Concurrent Resolution 126

As recommended by the Kentucky Broadband Task Force, this measure would recognize ConnectKentucky as the Commonwealth's information technology resource. The measure would help facilitate ConnectKentucky's work so that the organization may continue to improve technology access and adoption by:

- 1 Working with providers and relevant government agencies to ensure adequate investments in information technology and telecommunications for keeping Kentucky competitive;
- 2. Tracking technology progress and reporting regularly to the Legislative Research Commission to address constituent concerns and questions regarding information technology and telecommunications;
- 3. Providing additional information related to competitive access and availability for increased broadband adoption based upon data collected at the county level;
- 4. Assessing and evaluating the need for state-of-the-art emerging technologies for providing world-class Internet service in key economic areas of the Commonwealth where broadband technologies should be upgraded, and
- 5 Granting the leadership of ConnectKentucky discretion to pursue the recommendations of the Kentucky Broadband Task Force and this resolution according to the resources available to the organization and in light of the fast-paced dynamics of the competitive broadband marketplace.

Connected Nation, Inc.									
Tax ID: 61-1394934									
Form 990 attachment - depi	reciation so	hedule							
, <u> </u>						Depr	Monthly	Accum	Book
	Acquired			Life in		Expense	Depr	Deprec	Value
Asset Description	Date	Cost	Method	Years	Rate	2007	Expense	12/31/07	12/31/07
Auto									
2007 Chevy Tahoe	6/16/2007	36,799	SL	5	7,360	3,987	309	3,987	32,812
Total Vehicles		36,799			12,820	5,395	309	3,987	32,812
Leasehold Improvements	245/222							0.000	
1020 College St Renovation	6/15/2007	9,958	SL	2 38	4,184	2,266	172	2,266	7,692
311 West Main, Frankfort	11/27/2007	16,054	SL	4	4,014	502	382	502	15,552
Total L/H Improvements		26,012			8,198	2,768	554	2,768	23,244
Furniture & Fixtures									
ABCO	9/27/2001	1,058	SL	7	151	151	8	957	101
Guest chairs	10/8/2001	1,232	SL	7	176	176	11	1,107	125
Loveseat, chairs and endtables	10/8/2001	2,051	SL	7	293	293	29	1,824	227
Excecutive table and chairs	10/8/2001	6,423	SL	7	918	918	71	5,724	699
Files, credenza and storage	10/8/2001	11,550	SL	7	1,650	1,650	132	10,328	1,222
Desk w/ storage, conference table	10/8/2001	5,188	SL	7	741	741	59	4,643	545
Artwork	10/19/2001	516	SL	7	74	74	8	457	59
Chairs & rug	10/23/2001	1,598	SL	7	228	228	19	1,417	181
Artwork	11/16/2001	2,503	SL	7	358	358	28	2,201	302
Desk	12/6/2001	344	SL	7	49	49	5	296	48
Copy Room Cabinets	8/17/2005	5,205	SL	7	744	744	62	1,798	3,407
Conference Table	9/20/2005	6,160	SL	7	880	880	77	2,017	4,143
TN Office Furniture	5/9/2007	15,181	SL	7	2,169	1,356	181	1,356	13,825
Mapping Office Furniture	8/16/2007	14,848	SL SL	7	2,121	795	177	795	14,053
State Street Office Furniture Total Furniture & Fixtures	12/14/2007	15,422 89,279	SL	7	2,203 12,755	92 8,505	92 959	92 35,012	15,330 54,268
Total i diffiture & Fixtures	 	09,219			12,733	6,505	909	33,012	34,200
Office Equipment									
Admin Office Equipment									
Software	8/21/2001	519	SL	3	173	-	-	519	<u>-</u>
Copier & Fax	9/6/2001	880	SL	5	176	-	-	880	-
Buffet Credenza	10/8/2001	3,057	SL	7	437	437	36	2,720	337
Steel keyboards	10/8/2001	921	SL	3	307	-	-	921	•
Telephone system	10/9/2001	6,254	SL	5	1,251	-	-	6,254	0
Polycom viewstation	10/24/2001	11,924	SL	5	2,385	-	-	11,924	0
ADSL Router	12/13/2001	569	SL	5	114	-	-	569	0
Dell Laptop	5/28/2002	3,722	SL	3	1,241	-	-	3,722	-
BellSouth	7/25/2002	1,298	SL	5	260	140	12	1,298	0
Project Management Software	11/1/2004	9,200	SL	3	3,067	2,555	213	9,200	0
Dell PowerEdge 2800 Server	11/19/2004	8,256	SL	3	2,752	2,408	201	8,256	
Knowledge Management Software	12/13/2004	4,800	SL	3	1,600	1,533	128	4,800	4 252
Knowledge Management Software Knowledge Management Software	3/3/2005 5/19/2005	24,372	SL	3	8,124	8,124	677	23,018	1,353
Knowledge Management Software	7/17/2005	29,289 7,761	SL SL	3	9,763 2,587	9,763 2,587	814 216	26,035 6,468	3,254 1,294
VOIP System	9/6/2005	15,436	SL	3	5,145	5,145	429	12,005	3,431
Knowledge Management Software	9/25/2005	1,150	SL	3	383	383	32	878	272
Knowledge Management Software	12/4/2005	316	SL	3	105	105	9	214	102
People Trak Software	7/1/2007	7,212	SL	3	2,404	1,202	176	1,202	6,010
MAS90 Software	9/30/2007	17,614	SL	3	5,871	1,712	245	1,712	15,902
Total Admin Office Equipment		154,550	-		48,144	36,094	3,188	122,593	31,956
		127,000					5,700	,,,,,,	,500
IT Office Equipment	<u> </u>								
Electrograph 55" Plasma Display	12/19/2005	6,779	SL	5	1,356	1,356	113	2,768	4,011
LG 50" Plasma Display	1/18/2006	6,444	SL	5	1,289	1,235	103	2,470	3,974
Cisco Network & Phone System	8/15/2007	59,800	SL	5	11,960	4,485	1,956	4,485	55,315
Cisco Capital Lease Phone System		175,135	SL	5	35,027	13,135	3,284	13,135	162,000

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						Depr	Monthly	Accum	Book
Acquired		1		Life in		Expense	Depr	Deprec	Value
Date		Cost	Method	Years	Rate	2007	Expense	12/31/07	12/31/
8/8/2007		11,972	SL	3	3,991	1,497	164	1,497	10,4
12/3/2007		5,010	SL	3	1,670	70	70	70	4,9
		265,140			55,292	21,778	5,690	24,425	240,7
						<u> </u>			
6/13/2007		36,483	SL	3	12.161	6.587	509	6.587	29,8
8/8/2007		7,632	SL	3		954	106	954	6,6
8/21/2007		· · · · · · · · · · · · · · · · · · ·	SL	5		963	107	963	11,8
9/5/2007		14,435	SL	3	4,812	1,403	200	1,403	13,0
t		71,392			22,085	9,907	922	9,907	61,4
		491,082			125,522	67,779	9,800	156,925	334,1
7/31/2003		10,200	SL	1	10,200	-	-	10,200	
5/1/2004		22,500	SL	3	7,500	2,500	212	22,500	
		32,700			17,700	2,500	212	32,700	
		675,872			176,995	86,947	11,834	231,392	444,4
4/1/2005		75 181	SI	3	25.060	25.060	2.088	67.871	7,3
									6,2
2, 1, 2000		91,944		J	30,648	30,648	2,554	78,348	13,5
		767,816			207,643	117,595	14,388	309,740	458.0°
	Acquired Date 8/8/2007 12/3/2007 6/13/2007 8/8/2007 9/5/2007 t	Acquired Date 8/8/2007 12/3/2007 6/13/2007 8/8/2007 8/21/2007 9/5/2007 t 7/31/2003 5/1/2004	Acquired Date Cost 8/8/2007 11,972 12/3/2007 5,010 6/13/2007 36,483 8/8/2007 7,632 8/21/2007 12,842 9/5/2007 14,435 t 71,392 7/31/2003 10,200 5/1/2004 22,500 32,700 675,872 4/1/2005 75,181 2/1/2006 16,763 91,944	Acquired Date Cost Method 8/8/2007 11,972 SL 12/3/2007 5,010 SL 265,140	Acquired Date	Acquired Date	Acquired Date	Acquired Date Cost Method Years Rate 2007 Expense Expense 2007 Expense R8/8/2007 11,972 SL 3 3,991 1,497 164 12/3/2007 5,010 SL 3 1,670 70 70 265,140 55,292 21,778 5,690	Acquired Date Cost Method Years Rate 2007 Expense 12/31/07 Expense 2007 Expense 12/31/07 Fx Expense 12

Form **8868**

(Rev.-April 2008)

Department of the Treasury Internal Revenue Service

Application for Extension of Time To File an Exempt Organization Return

File a separate application for each return.

OMB No. 1545-1709

Form 8868 (Rev 4-2008)

If you are filing for an Automatic 3-Month Extension, complete only Part I and check this box	▶ 🗓
If you are filing for an Additional (Not Automatic) 3-Month Extension, complete only Part II (on page 2 of	of this form).
Do not complete Part II unless you have already been granted an automatic 3-month extension on a previous	usly filed Form 8868.
Part 1 Automatic 3-Month Extension of Time. Only submit original (no copies needed).	
A corporation required to file Form 990-T and requesting an automatic 6-month extension - check this box an	d complete
Part Lonly	▶ 🗔
All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to requi to file income tax returns.	est an extension of time
Electronic Filing (e-file). Generally, you can electronically file Form 8868 if you want a 3-month automatic ex noted below (6 months for a corporation required to file Form 990-T). However, you cannot file Form 8868 ele not automatic) 3-month extension or (2) you file Forms 990-BL, 6069, or 8870, group returns, or a composite you must submit the fully completed and signed page 2 (Part II) of Form 8868. For more details on the electronyww.irs.gov/efile and click on e-file for Charities & Nonprofits.	ectronically if (1) you want the additional or consolidated Form 990-T. Instead,
Type or Name of Exempt Organization	Employer identification number
CONNECTED NATION, INC.	61-1394934
Number, street, and room or suite no. If a P.O. box, see instructions. 1020 COLLEGE STREET	
City, town or post office, state, and ZIP code. For a foreign address, see instructions. BOWLING GREEN, KY 42101	
Check type of return to be filed (file a separate application for each return):	
X Form 990 Form 990-T (corporation)	orm 4720
	orm 5227
	orm 6069
	orm 8870
The books are in the care of BERNIE BOGLE	
Telephone No. ► 270 781 4320 FAX No. ► 270 781 7	611
If the organization does not have an office or place of business in the United States, check this box	
If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN)	
xxx ▶ . If it is for part of the group, check this box ▶ and attach a list with the names and EINs	of all members the extension will cover.
1 I request an automatic 3-month (6-months for a corporation required to file Form 990-T) extension of time AUGUST 15, 2008, to file the exempt organization return for the organization na	
is for the organization's return for:	
is for the organization's return for:	
	·
► X calendar year 2007 or	Change in accounting period
➤ X calendar year 2007 or ➤ tax year beginning, and ending If this tax year is for less than 12 months, check reason: Initial return Final return	Change in accounting period
X calendar year 2007 or tax year beginning , and ending If this tax year is for less than 12 months, check reason: Initial return	Change in accounting period
X calendar year 2007 or tax year beginning , and ending If this tax year is for less than 12 months, check reason: Initial return	3a \$
 X calendar year 2007 or tax year beginning, and ending If this tax year is for less than 12 months, check reason: Initial return Final return If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions. If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit. 	
 X calendar year 2007 or tax year beginning, and ending If this tax year is for less than 12 months, check reason: Initial return If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions. If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit. Balance Due. Subtract line 3b from line 3a. Include your payment with this form, or, if required, 	3a \$
 X calendar year 2007 or tax year beginning , and ending , and ending If this tax year is for less than 12 months, check reason: Initial return	3a \$

For Privacy Act and Paperwork Reduction Act Notice, see Instructions.