

# TAX RETURN FILING INSTRUCTIONS

FORM 990

FOR THE YEAR ENDING

JUNE 30, 2008

<b>Prepared for</b>	EPISCOPAL COMMUNITY SERVICES P.O. BOX 33168 SAN DIEGO, CA 92163-3168
<b>Prepared by</b>	MOSS ADAMS LLP 9665 GRANITE RIDGE DRIVE, SUITE 600 SAN DIEGO, CA 92123
<b>Amount due or refund</b>	NOT APPLICABLE
<b>Make check payable to</b>	NOT APPLICABLE
<b>Mail tax return and check (if applicable) to</b>	DEPARTMENT OF THE TREASURY INTERNAL REVENUE SERVICE CENTER OGDEN, UT 84201-0027
<b>Return must be mailed on or before</b>	MAY 15, 2009
<b>Special Instructions</b>	THE RETURN SHOULD BE SIGNED AND DATED.

**Return of Organization Exempt From Income Tax**

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

Department of the Treasury  
Internal Revenue Service

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

**A For the 2007 calendar year, or tax year beginning** JUL 1, 2007 **and ending** JUN 30, 2008

<b>B</b> Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Termination <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	Please use IRS label or print or type. See Specific Instructions.	<b>C Name of organization</b> <b>EPISCOPAL COMMUNITY SERVICES</b> Number and street (or P.O. box if mail is not delivered to street address) Room/suite <b>P.O. BOX 33168</b> City or town, state or country, and ZIP + 4 <b>SAN DIEGO, CA 92163-3168</b>	<b>D Employer identification number</b> <b>95-1945256</b> <b>E Telephone number</b> <b>619-228-2800</b> <b>F Accounting method:</b> <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) ▶
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• Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

Hand I are not applicable to section 527 organizations.

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

**H(b)** If "Yes," enter number of affiliates ▶ **N/A**

**H(c)** Are all affiliates included? **N/A**  Yes  No (If "No," attach a list.)

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

**G Website:** ▶ **WWW.ECS CALIFORNIA.ORG**

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

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

**I Group Exemption Number** ▶ **N/A**

**L Gross receipts:** Add lines 6b, 8b, 9b, and 10b to line 12 ▶ **18,642,805.**

**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**

	<b>1</b>	Contributions, gifts, grants, and similar amounts received:		
	<b>a</b>	Contributions to donor advised funds	<b>1a</b>	
	<b>b</b>	Direct public support (not included on line 1a)	<b>1b</b>	<b>749,956.</b>
	<b>c</b>	Indirect public support (not included on line 1a)	<b>1c</b>	<b>11,927.</b>
	<b>d</b>	Government contributions (grants) (not included on line 1a)	<b>1d</b>	<b>15,481,630.</b>
	<b>e</b>	<b>Total</b> (add lines 1a through 1d) (cash \$ <b>16,243,513.</b> noncash \$ )	<b>1e</b>	<b>16,243,513.</b>
	<b>2</b>	Program service revenue including government fees and contracts (from Part VII, line 93)	<b>2</b>	<b>2,344,273.</b>
	<b>3</b>	Membership dues and assessments	<b>3</b>	
	<b>4</b>	Interest on savings and temporary cash investments	<b>4</b>	<b>2,072.</b>
	<b>5</b>	Dividends and interest from securities	<b>5</b>	
<b>Revenue</b>	<b>6 a</b>	Gross rents	<b>6a</b>	
	<b>b</b>	Less: rental expenses	<b>6b</b>	
	<b>c</b>	Net rental income or (loss). Subtract line 6b from line 6a	<b>6c</b>	
	<b>7</b>	Other investment income (describe )	<b>7</b>	
	<b>8 a</b>	Gross amount from sales of assets other than inventory	<b>8a</b>	
	<b>b</b>	Less: cost or other basis and sales expenses	<b>8b</b>	
	<b>c</b>	Gain or (loss) (attach schedule)	<b>8c</b>	
	<b>d</b>	Net gain or (loss). Combine line 8c, columns (A) and (B)	<b>8d</b>	
	<b>9</b>	Special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/>		
	<b>a</b>	Gross revenue (not including \$ of contributions reported on line 1b)	<b>9a</b>	
<b>b</b>	Less: direct expenses other than fundraising expenses	<b>9b</b>		
<b>c</b>	Net income or (loss) from special events. Subtract line 9b from line 9a	<b>9c</b>		
<b>10 a</b>	Gross sales of inventory, less returns and allowances	<b>10a</b>		
	Less: cost of goods sold	<b>10b</b>		
	Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a	<b>10c</b>		
<b>11</b>	Other revenue (from Part VII, line 103)	<b>11</b>	<b>52,947.</b>	
<b>12</b>	<b>Total revenue.</b> Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11	<b>12</b>	<b>18,642,805.</b>	
<b>Expenses</b>	<b>13</b>	Program services (from line 44, column (B))	<b>13</b>	<b>16,081,122.</b>
	<b>14</b>	Management and general (from line 44, column (C))	<b>14</b>	<b>2,012,380.</b>
	<b>15</b>	Fundraising (from line 44, column (D))	<b>15</b>	<b>244,931.</b>
	<b>16</b>	Payments to affiliates (attach schedule)	<b>16</b>	
	<b>17</b>	<b>Total expenses.</b> Add lines 16 and 44, column (A)	<b>17</b>	<b>18,338,433.</b>
<b>Net Assets</b>	<b>18</b>	Excess or (deficit) for the year. Subtract line 17 from line 12	<b>18</b>	<b>304,372.</b>
	<b>19</b>	Net assets or fund balances at beginning of year (from line 73, column (A))	<b>19</b>	<b>1,132,800.</b>
	<b>20</b>	Other changes in net assets or fund balances (attach explanation) <b>SEE STATEMENT 1</b>	<b>20</b>	<b>-1,690.</b>
	<b>21</b>	Net assets or fund balances at end of year. Combine lines 18, 19, and 20	<b>21</b>	<b>1,435,482.</b>

**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.

<i>Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.</i>	(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
<b>22a</b> Grants paid from donor advised funds (attach schedule) (cash \$ 0 noncash \$ 0) If this amount includes foreign grants, check here <input type="checkbox"/>				
<b>22b</b> Other grants and allocations (attach schedule) (cash \$ 0 noncash \$ 0) If this amount includes foreign grants, check here <input type="checkbox"/>				
<b>23</b> Specific assistance to individuals (attach schedule) <b>STATEMENT 2</b>	1,574,634.	1,574,634.		
<b>24</b> Benefits paid to or for members (attach schedule)				
<b>25a</b> Compensation of current officers, directors, key employees, etc. listed in Part V-A	166,230.	0.	166,230.	0.
<b>25b</b> Compensation of former officers, directors, key employees, etc. listed in Part V-B	0.	0.	0.	0.
<b>25c</b> 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)				
<b>26</b> Salaries and wages of employees not included on lines 25a, b, and c	9,620,093.	8,648,926.	864,855.	106,312.
<b>27</b> Pension plan contributions not included on lines 25a, b, and c	168,068.	140,909.	26,728.	431.
<b>28</b> Employee benefits not included on lines 25a - 27	1,516,717.	1,451,326.	56,330.	9,061.
<b>29</b> Payroll taxes	869,896.	783,806.	77,508.	8,582.
<b>30</b> Professional fundraising fees				
<b>31</b> Accounting fees	80,200.		80,200.	
<b>32</b> Legal fees	35,214.	30,771.	4,287.	156.
<b>33</b> Supplies	316,962.	299,768.	13,140.	4,054.
<b>34</b> Telephone	121,429.	114,211.	6,814.	404.
<b>35</b> Postage and shipping	37,220.	9,524.	10,701.	16,995.
<b>36</b> Occupancy	2,313,923.	1,961,760.	307,337.	44,826.
<b>37</b> Equipment rental and maintenance	382,960.	325,388.	49,684.	7,888.
<b>38</b> Printing and publications	83,728.	40,515.	4,129.	39,084.
<b>39</b> Travel	97,456.	91,410.	5,324.	722.
<b>40</b> Conferences, conventions, and meetings	41,494.	38,313.	2,633.	548.
<b>41</b> Interest	85,242.	6,785.	78,457.	
<b>42</b> Depreciation, depletion, etc. (attach schedule)	273,849.	229,526.	41,293.	3,030.
<b>43</b> Other expenses not covered above (itemize):				
<b>a</b> <b>INSURANCE</b>	199,054.	10,902.	188,152.	
<b>b</b> <b>LICENSES &amp; FEES</b>	220,576.	220,576.		
<b>c</b> <b>EQUIPMENT</b>	85,768.	73,760.	11,579.	429.
<b>d</b> <b>MISCELLANEOUS EXPENSES</b>	47,720.	28,312.	16,999.	2,409.
<b>e</b>				
<b>f</b>				
<b>g</b>				
<b>44</b> Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	18,338,433.	16,081,122.	2,012,380.	244,931.

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

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

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

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

What is the organization's primary exempt purpose? ► <b>SEE STATEMENT 7</b>	<b>Program Service Expenses</b> (Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)
All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)	
<b>a SEE STATEMENT 3</b>	<b>2,507,954.</b>
(Grants and allocations \$ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
<b>b SEE STATEMENT 4</b>	<b>1,879,470.</b>
(Grants and allocations \$ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
<b>c SEE STATEMENT 5</b>	<b>10,509,074.</b>
(Grants and allocations \$ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
<b>d SEE STATEMENT 6</b>	<b>1,184,624.</b>
(Grants and allocations \$ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
<b>e Other program services (attach schedule)</b>	
(Grants and allocations \$ ) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
<b>f Total of Program Service Expenses</b> (should equal line 44, column (B), Program services) ►	<b>16,081,122.</b>

Form 990 (2007)

**Part IV Balance Sheets** (See the instructions.)

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

		(A) Beginning of year	(B) End of year
Assets	45 Cash - non-interest-bearing .....	427,402.	593,155.
	46 Savings and temporary cash investments .....	5,823.	0.
	47 a Accounts receivable .....	47a	47c
	b Less: allowance for doubtful accounts .....	47b	47c
	48 a Pledges receivable .....	48a 350,105.	48c
	b Less: allowance for doubtful accounts .....	48b	48c
	49 Grants receivable .....	915,307.	49
	50 a Receivables from current and former officers, directors, trustees, and key employees .....		50a
	b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) .....		50b
	51 a Other notes and loans receivable .....	51a	51c
	b Less: allowance for doubtful accounts .....	51b	51c
	52 Inventories for sale or use .....		52
	53 Prepaid expenses and deferred charges .....	237,711.	53
	54 a Investments - publicly-traded securities .....	<input type="checkbox"/> Cost <input type="checkbox"/> FMV	54a
	b Investments - other securities .....	<input type="checkbox"/> Cost <input type="checkbox"/> FMV	54b
	55 a Investments - land, buildings, and equipment: basis .....	55a	55c
	b Less: accumulated depreciation .....	55b	55c
	56 Investments - other .....	SEE STATEMENT 8 549,609.	56
	57 a Land, buildings, and equipment: basis .....	57a 4,276,698.	57c
b Less: accumulated depreciation .....	57b 2,208,947.	57c	
58 Other assets, including program-related investments (describe ► <b>DEPOSITS</b> ) .....	62,304.	58	
59 <b>Total assets</b> (must equal line 74). Add lines 45 through 58 .....	4,643,630.	59	
Liabilities	60 Accounts payable and accrued expenses .....	1,153,605.	60
	61 Grants payable .....		61
	62 Deferred revenue .....	197,176.	62
	63 Loans from officers, directors, trustees, and key employees .....		63
	64 a Tax-exempt bond liabilities .....		64a
	b Mortgages and other notes payable .....	STMT 9 1,552,442.	64b
	65 Other liabilities (describe ► <b>SEE STATEMENT 10</b> ) .....	607,607.	65
	66 <b>Total liabilities.</b> Add lines 60 through 65 .....	3,510,830.	66
Net Assets or Fund Balances	<b>Organizations that follow SFAS 117, check here</b> <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.		
	67 Unrestricted .....	73,529.	67
	68 Temporarily restricted .....	1,059,271.	68
	69 Permanently restricted .....		69
	<b>Organizations that do not follow SFAS 117, check here</b> <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 <b>Total net assets or fund balances.</b> Add lines 67 through 69 or lines 70 through 72. (Column (A) must equal line 19 and column (B) must equal line 21) .....	1,132,800.	73
	74 <b>Total liabilities and net assets/fund balances.</b> Add lines 66 and 73 .....	4,643,630.	74





Part VI Other Information (continued)		Yes	No
82 a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?		X
b	If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.)		
	82b N/A		
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?	X	
b	Did the organization comply with the disclosure requirements relating to <i>quid pro quo</i> contributions?	X	
84 a	Did the organization solicit any contributions or gifts that were not tax deductible?		X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
	N/A		
85 a	501(c)(4), (5), or (6). 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 N/A		
d	Section 162(e) lobbying and political expenditures		
	85d N/A		
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices		
	85e N/A		
f	Taxable amount of lobbying and political expenditures (line 85d less 85e)		
	85f N/A		
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?		
	N/A		
85g			
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?		
	N/A		
85h			
86	501(c)(7) organizations. Enter: a Initiation fees and capital contributions included on line 12		
	86a N/A		
b	Gross receipts, included on line 12, for public use of club facilities		
	86b N/A		
87	501(c)(12) organizations. Enter: a Gross income from members or shareholders		
	87a N/A		
b	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)		
	87b N/A		
88 a	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX		X
b	At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Part XI		X
88b			
89 a	501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 0.; section 4912 0.; section 4955 0.		
b	501(c)(3) and 501(c)(4) organizations. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction		X
89b			
c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958		
	0.		
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization		
	0.		
89e	All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?		X
89f	All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?		X
89g	For supporting organizations and sponsoring organizations maintaining donor advised funds. Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		X
90 a	List the states with which a copy of this return is filed CA		
b	Number of employees employed in the pay period that includes March 12, 2007	90b	366
91 a	The books are in care of EPISCOPAL COMMUNITY SERVICES Telephone no. 619-228-2800 Located at 4305 UNIVERSITY AVENUE, SUITE 400, SAN DIEGO, CA ZIP + 4 92163		
b	At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If "Yes," enter the name of the foreign country N/A See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.	91b	X

**Part VI Other Information** (continued)

c At any time during the calendar year, did the organization maintain an office outside of the United States? 91c  Yes  No  
 If "Yes," enter the name of the foreign country N/A

92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041- Check here   
 and enter the amount of tax-exempt interest received or accrued during the tax year 92  N/A

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

**Note:** Enter gross amounts unless otherwise indicated.

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclu- sion code	(D) Amount	
93 Program service revenue:					
a CLINICAL SERVICES					2,119,604.
b EMPLOYMENT AND OTHER					
c PROGRAMS					80,108.
d HOUSING AND SUPPORTIVE					
e SERVICES					144,561.
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	2,072.	
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue:					
a MISCELLANEOUS					
b REIMBURSEMENTS					52,947.
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0.		2,072.	2,397,220.
105 Total (add line 104, columns (B), (D), and (E))					2,399,292.

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

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

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
93A	CLINICAL SERVICES - SEE DETAIL UNDER PROGRAM SERVICE ACCOMPLISHMENTS
93C	EMPLOYMENT & OTHER - SEE DETAIL UNDER PROGRAM SERVICE ACCOMPLISHMENTS
93E	HOUSING & SUPPORTIVE -SEE DETAIL UNDER PROGRAM SERVICE ACCOMPLISHMENTS
103A	MISCELLANEOUS REIMBURSEMENTS

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

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

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

(a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?  Yes  No

(b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?  Yes  No

**Note:** If "Yes" to (b), file Form 8870 and Form 4720 (see instructions).

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

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

<b>Yes</b>	<b>No</b>
	<b>X</b>

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

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

<b>Yes</b>	<b>No</b>
	<b>X</b>

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

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

<b>Yes</b>	<b>No</b>
	<b>X</b>

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 \_\_\_\_\_ Date \_\_\_\_\_

Type or print name and title \_\_\_\_\_

---

**Paid Preparer's Use Only**

Preparer's signature	Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN (See Gen. Inst. X)
Firm's name (or yours if self-employed), address, and ZIP + 4	EIN		Phone no.
MOSS ADAMS LLP 9665 GRANITE RIDGE DRIVE, SUITE 600 SAN DIEGO, CA 92123			858-627-1400

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

**Organization Exempt Under Section 501(c)(3)**

OMB No. 1545-0047

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

**2007**

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 <b>EPISCOPAL COMMUNITY SERVICES</b>	Employer identification number <b>95 1945256</b>
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**Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees**  
(See page 1 of the instructions. List each one. If there are none, enter "None.")

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
HARRY HEYLIGERS P.O. BOX 33168, SAN DIEGO, CA 92163	EXEC VP OPS/PROG MGT 40.00	92,000.	7,473.	0.
GENE MERLINO P.O. BOX 33168, SAN DIEGO, CA 92163	DIR OF CHILD DEVELOP 40.00	84,706.	6,753.	0.
STEVE CORDOVA P.O. BOX 33168, SAN DIEGO, CA 92163	DIRECTOR OF HR 40.00	71,843.	6,846.	0.
HOLLY YOUNGHANS P.O. BOX 33168, SAN DIEGO, CA 92163	ASST VP HOUSING/SUP 40.00	77,000.	4,336.	0.
ALYSSA OSIAN P.O. BOX 33168, SAN DIEGO, CA 92163	DEVELOPMENT DIRECTOR 40.00	70,438.	44.	0.
Total number of other employees paid over \$50,000	13			

**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
MOSS ADAMS, LLP 9665 GRANITE RIDGE DRIVE, STE 600, SAN DIEGO, CA	AUDITOR	70,295.
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
LARRY "DUTCH" LONG P.O. BOX 461301, ESCONDIDO, CA 92046	CONSTRUCTION	172,999.
MSC JANITORIAL (NORBERT NAVARRO) 8821 PRODUCTION AVENUE, SAN DIEGO, CA 92121	JANITORIAL SERVICE	63,135.
Total number of other contractors receiving over \$50,000 for other services	0	

**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 ► \$ _____ \$ _____ (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.		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? ..... <b>SEE STATEMENT 14</b>	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
3 a	Did the organization make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments.) .....	3a	X
b	Did the organization have a section 403(b) annuity plan for its employees? .....	3b	X
c	Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If "Yes," attach a detailed statement .....	3c	X
d	Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services? .....	3d	X
4 a	Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g .....	4a	X
b	Did the organization make any taxable distributions under section 4966? .....	4b	N/A
c	Did the organization make a distribution to a donor, donor advisor, or related person? .....	4c	N/A
d	Enter the total number of donor advised funds owned at the end of the tax year .....	N/A	
e	Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year .....	N/A	
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 .....	0.	
g	Enter the aggregate value of assets in all funds or accounts included on line 4f at the end of the tax year .....	0.	

**Part IV Reason for Non-Private Foundation Status** (See pages 4 through 8 of the instructions.)

I certify that 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 otherwise meets the requirements of section 509(a)(3). Check the box that describes the type of supporting organization:  
 Type I       Type II       Type III-Functionally Integrated       Type III-Other

**Provide the following information about the supported organizations.** (See page 8 of the instructions.)

(a) Name(s) of supported organization(s)	(b) Employer identification number (EIN)	(c) Type of organization (described in lines 5 through 12 above or IRC section)	(d) Is the supported organization listed in the supporting organization's governing documents?		(e) Amount of support
			Yes	No	
<b>Total</b> .....					▶

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

**Part IV-A Support Schedule** (Complete only if you checked a box on line 10, 11, or 12.) **Use cash method of accounting.**

**Note:** You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.

Calendar year (or fiscal year beginning in) ▶	(a) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
<b>15</b> Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	16,743,087.	16,322,703.	16,555,719.	17,822,518.	67,444,027.
<b>16</b> Membership fees received					
<b>17</b> 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	1,860,175.	2,763,336.	2,819,604.	2,886,453.	10,329,568.
<b>18</b> 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	154.	62.	999.	2,133.	3,348.
<b>19</b> Net income from unrelated business activities not included in line 18					
<b>20</b> Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
<b>21</b> 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					
<b>22</b> Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets	42,447.		SEE STATEMENT 15 5,257.	727.	48,431.
<b>23</b> Total of lines 15 through 22	18,645,863.	19,086,101.	19,381,579.	20,711,831.	77,825,374.
<b>24</b> Line 23 minus line 17	16,785,688.	16,322,765.	16,561,975.	17,825,378.	67,495,806.
<b>25</b> Enter 1% of line 23	186,459.	190,861.	193,816.	207,118.	
<b>26 Organizations described on lines 10 or 11:</b> a Enter 2% of amount in column (e), line 24					<b>26a</b> 1,349,916.
b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 2003 through 2006 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts					<b>26b</b> 0.
c Total support for section 509(a)(1) test: Enter line 24, column (e)					<b>26c</b> 67,495,806.
d Add: Amounts from column (e) for lines: 18 3,348. 19 _____ 22 48,431. 26b _____					<b>26d</b> 51,779.
e Public support (line 26c minus line 26d total)					<b>26e</b> 67,444,027.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))					<b>26f</b> 99.9233%
<b>27 Organizations described on line 12:</b> a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." Do not file this list with your return. Enter the sum of such amounts for each year: N/A (2006) _____ (2005) _____ (2004) _____ (2003) _____					
b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11b, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year: N/A (2006) _____ (2005) _____ (2004) _____ (2003) _____					
c Add: Amounts from column (e) for lines: 15 _____ 16 _____ 17 _____ 20 _____ 21 _____					<b>27c</b> N/A
d Add: Line 27a total and line 27b total					<b>27d</b> N/A
e Public support (line 27c total minus line 27d total)					<b>27e</b> N/A
f Total support for section 509(a)(2) test: Enter amount on line 23, column (e)					<b>27f</b> N/A
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))					<b>27g</b> N/A %
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))					<b>27h</b> N/A %

**28 Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 2003 through 2006, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15.

NONE

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

**Part VI-A Lobbying Expenditures by Electing Public Charities** (See page 11 of the instructions.)  
 (To be completed **ONLY** by an eligible organization that filed Form 5768)

**N/A**

Check **a**  if the organization belongs to an affiliated group. Check **b**  if you checked "a" and "limited control" provisions apply.

<b>Limits on Lobbying Expenditures</b> (The term "expenditures" means amounts paid or incurred.)		(a) Affiliated group totals	(b) To be completed for all electing organizations
		<b>N/A</b>	
<b>36</b> Total lobbying expenditures to influence public opinion (grassroots lobbying) .....	<b>36</b>		
<b>37</b> Total lobbying expenditures to influence a legislative body (direct lobbying) .....	<b>37</b>		
<b>38</b> Total lobbying expenditures (add lines 36 and 37) .....	<b>38</b>		
<b>39</b> Other exempt purpose expenditures .....	<b>39</b>		
<b>40</b> Total exempt purpose expenditures (add lines 38 and 39) .....	<b>40</b>		
<b>41</b> Lobbying nontaxable amount. Enter the amount from the following table -			
<b>If the amount on line 40 is -</b>	<b>The lobbying nontaxable amount is -</b>		
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 .....	<b>41</b>	
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 .....		
<b>42</b> Grassroots nontaxable amount (enter 25% of line 41) .....	<b>42</b>		
<b>43</b> Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36 .....	<b>43</b>		
<b>44</b> Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38 .....	<b>44</b>		

**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 13 of the instructions.)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				N/A
	(a) 2007	(b) 2006	(c) 2005	(d) 2004	(e) Total
<b>45</b> Lobbying nontaxable amount .....					0.
<b>46</b> Lobbying ceiling amount (150% of line 45(e)) .....					0.
<b>47</b> Total lobbying expenditures .....					0.
<b>48</b> Grassroots nontaxable amount .....					0.
<b>49</b> Grassroots ceiling amount (150% of line 48(e)) .....					0.
<b>50</b> 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:	Yes	No	Amount
<b>a</b> Volunteers .....		X	
<b>b</b> Paid staff or management (Include compensation in expenses reported on lines c through h.) .....		X	
<b>c</b> Media advertisements .....		X	
<b>d</b> Mailings to members, legislators, or the public .....		X	
<b>e</b> Publications, or published or broadcast statements .....		X	
<b>f</b> Grants to other organizations for lobbying purposes .....		X	
<b>g</b> Direct contact with legislators, their staffs, government officials, or a legislative body .....		X	
<b>h</b> Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means .....		X	
<b>i</b> Total lobbying expenditures (Add lines c through h.) .....			0.

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



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FORM 990                      OTHER CHANGES IN NET ASSETS OR FUND BALANCES                      STATEMENT    1

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DESCRIPTION	AMOUNT
CHANGE IN VALUE OF CHARITABLE REMAINDER TRUSTS	-1,690.
TOTAL TO FORM 990, PART I, LINE 20	-1,690.

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FORM 990                      SPECIFIC ASSISTANCE TO INDIVIDUALS                      STATEMENT    2

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DESCRIPTION	AMOUNT
FOOD, SHELTER AND CLOTHING PROVIDED TO HOMELESS INDIVIDUALS	1,574,634.
TOTAL TO FORM 990, PART II, LINE 23	1,574,634.

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DESCRIPTION OF PROGRAM SERVICE ONE

HOUSING AND SUPPORTIVE SERVICES:

SAFE HAVENS - PROVIDES FOOD, SHELTER AND SUPPORTIVE SERVICES TO ASSIST CHRONICALLY HOMELESS AND SEVERALLY MENTALLY ILL MEN AND WOMEN IN UPTOWN AND DOWNTOWN AREAS OF SAN DIEGO.

FRIEND TO FRIEND CLUBHOUSE - DROP IN DAY CENTER PROVIDING A SAFE ENVIRONMENT TO HOMELESS ADULTS WHO HAVE A SEVERE MENTAL ILLNESS AND WHO NEED REFERRALS AND OTHER SUPPORTIVE SERVICES (MAIL).

NAVAJO TRAILS - PROVIDES TRANSITIONAL HOUSING AND SUPPORTIVE SERVICES FOR HOMELESS HIV/AIDS INFECTED INDIVIDUALS, AND INDIVIDUALS WITH DISABILITIES IN THE COACHELLA VALLEY AREA OF RIVERSIDE COUNTY.

DESERT VISTA - PROVIDES PERMANENT HOUSING AND SUPPORTIVE SERVICES TO INCLUDE CASE MANAGEMENT, LIFE SKILLS, EMPLOYMENT SKILLS AND REFERRALS, FOR HOMELESS INDIVIDUALS WITH DISABILITIES IN THE COACHELLA VALLEY AREA OF RIVERSIDE COUNTY.

NIGHTENGALE MANOR - PROVIDES 30 DAY EMERGENCY SHELTER FOR ADULTS AND FAMILIES IN THE COACHELLA VALLEY AREA OF RIVERSIDE COUNTY.

WOMEN & CHILDREN - PROVIDES TRANSITIONAL HOUSING & SUPPORT SERVICES FOR HOMELESS WOMEN & CHILDREN FLEEING FROM DOMESTIC VIOLENCE. SERVICES INCLUDE CASE MANAGEMENT, ASSISTANCE IN ATTAINING EDUCATION AND/OR EMPLOYMENT GOALS, JOB SKILLS ASSESSMENT, CAREER COUNSELING AND RESUME WORKSHOPS, PARENTING CLASSES, AND TRANSPORTATION ASSISTANCE. MOST WOMEN GRADUATE FROM THE PROGRAMS AFTER 12-18 MONTHS INTO PERMANENT AND INDEPENDENT HOUSING.

	GRANTS	EXPENSES
TO FORM 990, PART III, LINE A	<u>                    </u>	<u>2,507,954.</u>

FORM 990 STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS STATEMENT 4

DESCRIPTION OF PROGRAM SERVICE TWO

CLINICAL SERVICES:

ACCORD - PROVIDES EDUCATION AND COUNSELING SERVICES TO COURT ORDERED INDIVIDUALS CONVICTED OF DRIVING UNDER THE INFLUENCE OF ALCOHOL OR OTHER DRUGS.

PARA LAS FAMILIAS - EARLY PERIODIC SCREENING & DIAGNOSTIC TREATMENT MENTAL HEALTH SERVICES FOR PRE-SCHOOL CHILDREN AND THEIR FAMILIES REFERRED BY CHILD CARE PROVIDERS AND ORGANIZATIONS IN SAN DIEGO COUNTY.

	GRANTS	EXPENSES
TO FORM 990, PART III, LINE B	<u>                    </u>	<u>1,879,470.</u>
	<u>                    </u>	<u>                    </u>

DESCRIPTION OF PROGRAM SERVICE THREE

CHILD DEVELOPMENT:

HEAD START - SIXTEEN HEAD START PRE-SCHOOLS SERVING THE COMMUNITIES OF NATIONAL CITY, NESTOR, OTAY IMPERIAL BEACH, CHULA VISTA & SAN YSIDRO. THE PROGRAMS ARE DESIGNED TO HELP BREAK THE CYCLE OF POVERTY BY PROVIDING PRESCHOOL CHILDREN OF LOW INCOME FAMILIES WITH A COMPREHENSIVE PROGRAM TO MEET THEIR EMOTIONAL, SOCIAL, HEALTH, NUTRITIONAL AND PSYCHOLOGICAL NEEDS OF 1,507 CHILDREN AGES THREE TO FIVE AND THEIR FAMILIES.

EARLY HEAD START - FOUR LOCATIONS PROVIDING EARLY CHILDHOOD DEVELOPMENT SERVICES FOR 132 CHILDREN FROM BIRTH TO AGE TWO AND THEIR FAMILIES.

	GRANTS	EXPENSES
TO FORM 990, PART III, LINE C		10,509,074.

FORM 990 STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS STATEMENT 6

DESCRIPTION OF PROGRAM SERVICE FOUR

EMPLOYMENT AND OTHER PROGRAMS:

CITY WORKS PLUS - PROVIDES EMPLOYMENT OPPORTUNITIES AND TRAINING TO HOMELESS OR NEAR HOMELESS ADULTS WITH MENTALLY ILLNESS SEEKING TO ENTER THE WORKFORCE. ALSO PROVIDES JOB SCREENING, JOB RETENTION, ON THE JOB COACHING AND FULL/PART TIME JOB PLACEMENT TO EMPLOYERS.

FRIEND TO FRIEND EXPANSION - PROVIDES FOOD SERVICES TRAINING TO THE CHRONICALLY HOMELESS AND MENTALLY ILL POPULATION.

EMERGENCY ASSISTANCE - PROVIDES FOOD, CLOTHING, SHELTER AND EMERGENCY ASSISTANCE TO INDIVIDUALS AND FAMILIES WHO ARE HOMELESS OR NEAR HOMELESS.

WORK CENTER - INTERNAL SERVICE ORGANIZATION EMPLOYING ADULTS FOR JANITORIAL DUTIES AND GENERAL MAINTENANCE OF ECS FACILITIES.

FOOD SERVICES - INTERNAL SERVICE ORGANIZATION THAT PROVIDES MEALS TO CHILDREN ATTENDING ECS CHILD DEVELOPMENT PROGRAMS AND OTHER EARLY CHILDHOOD PROGRAMS. ALSO PROVIDES MEALS TO CLIENTS IN ECS SAFE HAVENS RESIDENTIAL PROGRAMS.

	GRANTS	EXPENSES
TO FORM 990, PART III, LINE D		1,184,624.

FORM 990 STATEMENT OF ORGANIZATION'S PRIMARY EXEMPT PURPOSE STATEMENT 7  
PART III

EXPLANATION

EPISCOPAL COMMUNITY SERVICES IS A RELIGIOUS SOCIAL OUTREACH ORGANIZATION OFFERING HELP TO INDIVIDUALS WHOSE LIVES ARE SERIOUSLY AFFECTED BY THE PROBLEMS ASSOCIATED WITH HOMELESSNESS, HIV AND AIDS, UNEMPLOYMENT, MENTAL ILLNESS, ALCOHOL AND DRUG ABUSE, CRIME, ILLITERACY, DOMESTIC VIOLENCE AND RAISING AND EDUCATING CHILDREN IN LOW INCOME URBAN AREAS.



FORM 990 OTHER NOTES AND LOANS PAYABLE STATEMENT 9

LENDER'S NAME TERMS OF REPAYMENT

SAN DIEGO HOUSING COMMISSION DUE NOVEMBER 2051

DATE OF NOTE	MATURITY DATE	ORIGINAL LOAN AMOUNT	INTEREST RATE
07/01/99	11/01/51	226,150.	3.00%

SECURITY PROVIDED BY BORROWER	PURPOSE OF LOAN
BUILDING AND LAND	ACQUISITION AND REHAB. LOAN

RELATIONSHIP OF LENDER

NONE

DESCRIPTION OF CONSIDERATION	FMV OF CONSIDERATION	BALANCE DUE
BUILDING AND LAND	296,130.	296,130.

LENDER'S NAME TERMS OF REPAYMENT

TATONKA CAPITAL CORPORATION MONTHLY PRINCIPAL & INTEREST

DATE OF NOTE	MATURITY DATE	ORIGINAL LOAN AMOUNT	INTEREST RATE
12/18/03	10/18/07	17,500.	.00%

SECURITY PROVIDED BY BORROWER	PURPOSE OF LOAN
EQUIPMENT	EQUIPMENT

RELATIONSHIP OF LENDER

NONE

DESCRIPTION OF CONSIDERATION	FMV OF CONSIDERATION	BALANCE DUE
EQUIPMENT	0.	0.

<u>LENDER'S NAME</u>		<u>TERMS OF REPAYMENT</u>	
FORD CREDIT		MONTHLY PAYMENTS OF \$400	

<u>DATE OF NOTE</u>	<u>MATURITY DATE</u>	<u>ORIGINAL LOAN AMOUNT</u>	<u>INTEREST RATE</u>
09/26/03	09/26/08	24,025.	.00%

<u>SECURITY PROVIDED BY BORROWER</u>	<u>PURPOSE OF LOAN</u>
TRUCK	TRUCK PURCHASE

RELATIONSHIP OF LENDER

NONE

<u>DESCRIPTION OF CONSIDERATION</u>	<u>FMV OF CONSIDERATION</u>	<u>BALANCE DUE</u>
TRUCK	1,202.	1,202.

<u>LENDER'S NAME</u>		<u>TERMS OF REPAYMENT</u>	
BANK OF AMERICA		MONTHLY PAYMENTS/BALLOON OF \$154,000 IN 2014	

<u>DATE OF NOTE</u>	<u>MATURITY DATE</u>	<u>ORIGINAL LOAN AMOUNT</u>	<u>INTEREST RATE</u>
08/21/03	05/01/14	195,000.	7.35%

<u>SECURITY PROVIDED BY BORROWER</u>	<u>PURPOSE OF LOAN</u>
BUILDING	OPERATIONS

RELATIONSHIP OF LENDER

NONE

<u>DESCRIPTION OF CONSIDERATION</u>	<u>FMV OF CONSIDERATION</u>	<u>BALANCE DUE</u>
ASSETS	182,160.	182,160.

LENDER'S NAME		TERMS OF REPAYMENT	
DIMENSION FUNDING		MONTHLY PRINCIPAL & INTEREST	
DATE OF NOTE	MATURITY DATE	ORIGINAL LOAN AMOUNT	INTEREST RATE
08/20/03	08/01/08	102,500.	12.66%
SECURITY PROVIDED BY BORROWER		PURPOSE OF LOAN	
EQUIPMENT		EQUIPMENT	
RELATIONSHIP OF LENDER			
NONE			
DESCRIPTION OF CONSIDERATION		FMV OF CONSIDERATION	BALANCE DUE
EQUIPMENT		4,556.	4,556.

LENDER'S NAME		TERMS OF REPAYMENT	
DIOCESE OF SAN DIEGO		MONTHLY PRINCIPLE & INTEREST	
DATE OF NOTE	MATURITY DATE	ORIGINAL LOAN AMOUNT	INTEREST RATE
06/28/05	03/01/18	45,000.	4.80%
SECURITY PROVIDED BY BORROWER		PURPOSE OF LOAN	
NONE		OPERATIONS	
RELATIONSHIP OF LENDER			
RELATED PARTY			
DESCRIPTION OF CONSIDERATION		FMV OF CONSIDERATION	BALANCE DUE
NONE		49,811.	49,811.

<u>LENDER'S NAME</u>		<u>TERMS OF REPAYMENT</u>	
BANK OF AMERICA		MONTHLY PAYMENTS/BALLOON OF \$400,000 IN 2011	

<u>DATE OF NOTE</u>	<u>MATURITY DATE</u>	<u>ORIGINAL LOAN AMOUNT</u>	<u>INTEREST RATE</u>
06/30/06	10/01/11	800,000.	6.00%

<u>SECURITY PROVIDED BY BORROWER</u>	<u>PURPOSE OF LOAN</u>
BUILDING	OPERATIONS

RELATIONSHIP OF LENDER

NONE

<u>DESCRIPTION OF CONSIDERATION</u>	<u>FMV OF CONSIDERATION</u>	<u>BALANCE DUE</u>
ASSETS	666,667.	666,667.

<u>LENDER'S NAME</u>	<u>TERMS OF REPAYMENT</u>
DIOCESE OF LOS ANGELES	ANNUAL PAYMENTS OF \$25,000

<u>DATE OF NOTE</u>	<u>MATURITY DATE</u>	<u>ORIGINAL LOAN AMOUNT</u>	<u>INTEREST RATE</u>
03/01/07	12/31/17	250,000.	.00%

<u>SECURITY PROVIDED BY BORROWER</u>	<u>PURPOSE OF LOAN</u>
NONE	OPERATIONS

RELATIONSHIP OF LENDER

RELATED PARTY

<u>DESCRIPTION OF CONSIDERATION</u>	<u>FMV OF CONSIDERATION</u>	<u>BALANCE DUE</u>
NONE	250,000.	250,000.

TOTAL INCLUDED ON FORM 990, PART IV, LINE 64, COLUMN B	<u>1,450,526.</u>
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FORM 990      PART V-A - LIST OF CURRENT OFFICERS, DIRECTORS,      STATEMENT 12  
TRUSTEES AND KEY EMPLOYEES

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NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN- SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
RT. REV. JAMES MATHES P.O. BOX 33168 SAN DIEGO, CA 92163-3168	CHAIRMAN 2.00	0.	0.	0.
MARK DEMICHELE P.O. BOX 33168 SAN DIEGO, CA 92163-3168	PRESIDENT 2.00	0.	0.	0.
REX DOWNING P.O. BOX 33168 SAN DIEGO, CA 92163-3168	VICE PRESIDENT 1.00	0.	0.	0.
DR. JOHANNA HUNSAKER P.O. BOX 33168 SAN DIEGO, CA 92163-3168	BOARD MEMBER 1.00	0.	0.	0.
ANNE DICK P.O. BOX 33168 SAN DIEGO, CA 92163-3168	VICE PRESIDENT 1.00	0.	0.	0.
CARROLL LEVIEN P.O. BOX 33168 SAN DIEGO, CA 92163-3168	BOARD MEMBER 1.00	0.	0.	0.
M. ANDREW DUVAL P.O. BOX 33168 SAN DIEGO, CA 92163-3168	BOARD MEMBER 1.00	0.	0.	0.
KARNY STEFAN P.O. BOX 33168 SAN DIEGO, CA 92163-3168	BOARD MEMBER 2.00	0.	0.	0.
ROBERT ELLSWORTH P.O. BOX 33168 SAN DIEGO, CA 92163-3168	BOARD MEMBER 1.00	0.	0.	0.
MAXIM WEBB P.O. BOX 33168 SAN DIEGO, CA 92163-3168	TREASURER 1.00	0.	0.	0.
SUE J. HODGES P.O. BOX 33168 SAN DIEGO, CA 92163-3168	BOARD MEMBER 1.00	0.	0.	0.

REV. RANDAL B. GARDNER P.O. BOX 33168 SAN DIEGO, CA 92163-3168	SECRETARY 1.00	0.	0.	0.
REV. DR. J.W. LUND P.O. BOX 33168 SAN DIEGO, CA 92163-3168	BOARD MEMBER 1.00	0.	0.	0.
REV. FRED W. THAYER P.O. BOX 33168 SAN DIEGO, CA 92163-3168	BOARD MEMBER 1.00	0.	0.	0.
MARIE TUTHILL P.O. BOX 33168 SAN DIEGO, CA 92163-3168	BOARD MEMBER 1.00	0.	0.	0.
LESSLIE KELLER P.O. BOX 33168 SAN DIEGO, CA 92163-3168	EXECUTIVE DIRECTOR 40.00	152,250.	13,980.	0.
TOTALS INCLUDED ON FORM 990, PART V-A		<u>152,250.</u>	<u>13,980.</u>	<u>0.</u>

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FORM 990 IDENTIFICATION OF RELATED ORGANIZATIONS STATEMENT 13  
PART VI, LINE 80B

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NAME OF ORGANIZATION	EXEMPT	NONEXEMPT
CENTER FOR URBAN MINISTRY	X	
ECS FOUNDATION	X	

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SCHEDULE A	EXPLANATION OF TRANSACTIONS PART III, LINE 2B	STATEMENT 14
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DURING THE YEAR ENDED JUNE 30, 2008, ECS RECEIVED A CONTRIBUTION OF \$20,000 FROM THE EPISCOPAL DIOCESE OF SAN DIEGO. ECS HAS A NOTE PAYABLE OF \$49,811 TO THE DIOCESE AT JUNE 30, 2008.

ECS RECEIVED A LOAN FROM THE DIOCESE OF LOS ANGELES IN THE AMOUNT OF \$250,000 WHICH IS OUTSTANDING AT JUNE 30, 2008.

ECS IS A BENEFICIARY UNDER A CHARITABLE REMAINDER TRUST WITH A RECORDED VALUE OF APPROXIMATELY \$162,000 AS OF JUNE 30, 2008. A MEMBER OF THE BOARD OF DIRECTORS OF ECS IS THE TRUSTEE OF THIS TRUST.

SCHEDULE A	OTHER INCOME			STATEMENT 15
DESCRIPTION	2006 AMOUNT	2005 AMOUNT	2004 AMOUNT	2003 AMOUNT
MISCELLANEOUS	42,447.	0.	5,257.	727.
TOTAL TO SCHEDULE A, LINE 22	<u>42,447.</u>	<u>0.</u>	<u>5,257.</u>	<u>727.</u>

• If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** and check this box  **X**

**Note.** Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868.

• If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** (on page 1).

<b>Part II</b>			<b>Additional (Not Automatic) 3-Month Extension of Time.</b> You must file original and one copy.		
Type or print  File by the extended due date for filing the return. See instructions.	Name of Exempt Organization				Employer identification number
	EPISCOPAL COMMUNITY SERVICES				95-1945256
	Number, street, and room or suite no. If a P.O. box, see instructions. P.O. BOX 33168				For IRS use only
City, town or post office, state, and ZIP code. For a foreign address, see instructions. SAN DIEGO, CA 92163-3168					

**Check type of return to be filed** (File a separate application for each return):

- Form 990   
  Form 990-EZ   
  Form 990-T (sec. 401(a) or 408(a) trust)   
  Form 1041-A   
  Form 5227   
  Form 8870  
 Form 990-BL   
  Form 990-PF   
  Form 990-T (trust other than above)   
  Form 4720   
  Form 6069

**STOP! Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.**

- The books are in the care of **EPISCOPAL COMMUNITY SERVICES**  
Telephone No. **619-228-2800** FAX No. \_\_\_\_\_
- 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) \_\_\_\_\_. If this is for the whole group, check this box . 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 is for.

- 4 I request an additional 3-month extension of time until MAY 15, 2009.
- 5 For calendar year \_\_\_\_\_, or other tax year beginning JUL 1, 2007, and ending JUN 30, 2008.
- 6 If this tax year is for less than 12 months, check reason:  Initial return  Final return  Change in accounting period
- 7 State in detail why you need the extension \_\_\_\_\_

**THE TAXPAYER RESPECTFULLY REQUESTS ADDITIONAL TIME TO OBTAIN THE INFORMATION NECESSARY TO FILE AND COMPLETE AN ACCURATE RETURN.**

<b>8a</b> 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.	<b>8a</b>	\$	
<b>b</b> If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868.	<b>8b</b>	\$	
<b>c Balance Due.</b> Subtract line 8b from line 8a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	<b>8c</b>	\$	N/A

**Signature and Verification**

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form.

Signature  Title  Date