

**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)

**2002**

Open to Public Inspection

Department of the Treasury  
Internal Revenue Service

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

**A For the 2002 calendar year, or tax year period beginning** OCT 1, 2002 **and ending** SEP 30, 2003

<b>B</b> Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	Please use IRS label or print or type See Specific Instructions	<b>G Name of organization</b> <u>Free Software Foundation, Inc.</u>		<b>D Employer identification number</b> <u>04-2888848</u>
		Number and street (or P.O. box if mail is not delivered to street address)		<b>E Telephone number</b> <u>(617) 542-5942</u>
		<u>59 Temple Place</u>	Room/suite <u>330</u>	<b>F Accounting method</b> <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify)
		City or town, state or country, and ZIP + 4 <u>Boston, MA 02111-1307</u>		

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

*H and I are not applicable to section 527 organizations*

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

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

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 Web site:** www.gnu.org

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

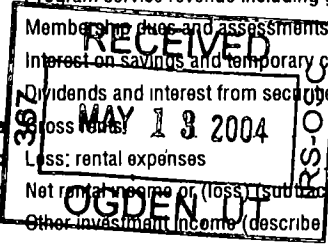
**K Check here**  if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS; but if the organization received a Form 990 Package in the mail, it should file a return without financial data. **Some states require a complete return.**

**L Gross receipts:** Add lines 6b, 8b, 9b, and 10b to line 12 840,010.

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

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

Revenue	1 Contributions, gifts, and similar amounts received:				
	a Direct public support	1a	583,850.		
	b Indirect public support	1b			
	c Government contributions (grants)	1c			
	d Total (add lines 1a through 1c) (cash \$ <u>583,850.</u> noncash \$ _____)	1d		583,850.	
	2 Program service revenue including government fees and contracts (from Part VII, line 93)	2		4,141.	
	3 Membership dues and assessments	3			
	4 Interest on savings and temporary cash investments	4		8,639.	
	5 Dividends and interest from securities	5			
	6 a Gross rental income	6a			
	b Less: rental expenses	6b			
	c Net rental income or (loss) (subtract line 6b from line 6a)	6c			
7 Other investment income (describe _____)	7				
Revenue	8 a Gross amount from sale of assets other than inventory	(A) Securities		(B) Other	
	b Less: cost or other basis and sales expenses	8a			
	c Gain or (loss) (attach schedule)	8b			
	d Net gain or (loss) (combine line 8c, columns (A) and (B))	8c			
	8d				
	9 Special events and activities (attach schedule)				
	a Gross revenue (not including \$ _____ of contributions reported on line 1a)	9a			
	b Less: direct expenses other than fundraising expenses	9b			
c Net income or (loss) from special events (subtract line 9b from line 9a)	9c				
Revenue	10 a Gross sales of inventory, less returns and allowances	10a	243,380.		
	b Less: cost of goods sold <u>Statement 2</u>	10b	91,721.		
	c Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)	10c	Stmt 1	151,659.	
	11 Other revenue (from Part VII, line 103)	11			
12 Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)	12		748,289.		
Expenses	13 Program services (from line 44, column (B))	13	405,312.		
	14 Management and general (from line 44, column (C))	14	90,350.		
	15 Fundraising (from line 44, column (D))	15	116,308.		
	16 Payments to affiliates (attach schedule)	16			
	17 Total expenses (add lines 16 and 44, column (A))	17		631,077.	
Net Assets	18 Excess or (deficit) for the year (subtract line 17 from line 12)	18	117,212.		
	19 Net assets or fund balances at beginning of year (from line 73, column (A))	19	657,115.		
	20 Other changes in net assets or fund balances (attach explanation)	20	0.		
	21 Net assets or fund balances at end of year (combine lines 18, 19, and 20)	21		774,327.	



SCANNED MAY 25 2004

13

**Part II Statement of Functional Expenses**

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

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22	Grants and allocations (attach schedule)				
	cash \$ _____ noncash \$ _____	22			
23	Specific assistance to individuals (attach schedule)	23			
24	Benefits paid to or for members (attach schedule)	24			
25	Compensation of officers, directors, etc.	25	0.	0.	0.
26	Other salaries and wages	26	346,187.	262,388.	27,877.
27	Pension plan contributions	27			
28	Other employee benefits	28			
29	Payroll taxes	29	26,419.	17,735.	4,767.
30	Professional fundraising fees	30	31,680.	21,267.	5,716.
31	Accounting fees	31	7,377.	3,033.	3,879.
32	Legal fees	32			
33	Supplies	33	2,524.	1,038.	1,327.
34	Telephone	34	7,165.	2,946.	3,768.
35	Postage and shipping	35	1,148.	472.	604.
36	Occupancy	36	56,766.	23,336.	29,852.
37	Equipment rental and maintenance	37			
38	Printing and publications	38			
39	Travel	39			
40	Conferences, conventions, and meetings	40	27,840.	27,840.	
41	Interest	41			
42	Depreciation, depletion, etc. (attach schedule)	42	19,107.		
43	Other expenses not covered above (itemize):				
a	_____	43a			
b	_____	43b			
c	_____	43c			
d	_____	43d			
e	See Statement 3	43e	104,864.	45,257.	12,560.
44	Total functional expenses (add lines 22 through 43). Organizations completing columns (B)-(D), carry these totals to lines 13-15	44	631,077.	405,312.	90,350.

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

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

**Part III Statement of Program Service Accomplishments**

What is the organization's primary exempt purpose?  \_\_\_\_\_

**Promote free exchange of software.**

All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)

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

a Promote the free exchange of computer software and information related to computers and development of new freely distributable computer software and related information. (Grants and allocations \$ \_\_\_\_\_) **405,312.**

b \_\_\_\_\_

c \_\_\_\_\_

d \_\_\_\_\_

e \_\_\_\_\_

f \_\_\_\_\_

g \_\_\_\_\_

h \_\_\_\_\_

i \_\_\_\_\_

j \_\_\_\_\_

k \_\_\_\_\_

l \_\_\_\_\_

m \_\_\_\_\_

n \_\_\_\_\_

o Other program services (attach schedule)

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

**Part IV Balance Sheets**

**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	
<b>Assets</b>	45 Cash - non-interest-bearing	854.	45	1,028.	
	46 Savings and temporary cash investments	493,238.	46	621,241.	
	47 a Accounts receivable	20,259.			
	47 b Less: allowance for doubtful accounts		5,622.	20,259.	
	48 a Pledges receivable	25,000.			
	48 b Less: allowance for doubtful accounts		31,000.	25,000.	
	49 Grants receivable		49		
	50 Receivables from officers, directors, trustees, and key employees		50		
	51 a Other notes and loans receivable				
	51 b Less: allowance for doubtful accounts		51c		
	52 Inventories for sale or use	42,293.	52	38,955.	
	53 Prepaid expenses and deferred charges	8,500.	53	960.	
	54 Investments - securities <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54		
	55 a Investments - land, buildings, and equipment: basis				
	55 b Less: accumulated depreciation		55c		
56 Investments - other		56			
57 a Land, buildings, and equipment: basis	445,761.				
57 b Less: accumulated depreciation Stmt 4	381,551.	62,374.	57c	64,210.	
58 Other assets (describe <input type="checkbox"/> See Statement 5 )		41,015.	58	41,015.	
<b>59 Total assets (add lines 45 through 58) (must equal line 74)</b>		<b>684,896.</b>	<b>59</b>	<b>812,668.</b>	
<b>Liabilities</b>	60 Accounts payable and accrued expenses	4,570.	60	15,412.	
	61 Grants payable		61		
	62 Deferred revenue		62		
	63 Loans from officers, directors, trustees, and key employees		63		
	64 a Tax-exempt bond liabilities		64a		
	64 b Mortgages and other notes payable		64b		
	65 Other liabilities (describe <input type="checkbox"/> See Statement 6 )		23,211.	65	22,929.
<b>66 Total liabilities (add lines 60 through 65)</b>		<b>27,781.</b>	<b>66</b>	<b>38,341.</b>	
<b>Net Assets or Fund Balances</b>	<b>Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.</b>				
	67 Unrestricted	657,115.	67	774,327.	
	68 Temporarily restricted	0.	68		
	69 Permanently restricted		69		
	<b>Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74.</b>				
	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 (add lines 67 through 69 or lines 70 through 72; column (A) must equal line 19; column (B) must equal line 21)</b>		<b>657,115.</b>	<b>73</b>	<b>774,327.</b>
	<b>74 Total liabilities and net assets / fund balances (add lines 66 and 73)</b>		<b>684,896.</b>	<b>74</b>	<b>812,668.</b>

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

Part IV-A Reconciliation of Revenue per Audited Financial Statements with Revenue per Return	Part IV-B Reconciliation of Expenses per Audited Financial Statements with Expenses per Return
<p>a Total revenue, gains, and other support per audited financial statements ▶ a <b>840,010.</b></p> <p>b Amounts included on line a but not on line 12, Form 990:</p> <p>(1) Net unrealized gains on investments \$ _____</p> <p>(2) Donated services and use of facilities \$ _____</p> <p>(3) Recoveries of prior year grants \$ _____</p> <p>(4) Other (specify): \$ _____</p> <p>Add amounts on lines (1) through (4) ▶ b <b>0.</b></p> <p>c Line a minus line b ▶ c <b>840,010.</b></p> <p>d Amounts included on line 12, Form 990 but not on line a:</p> <p>(1) Investment expenses not included on line 6b, Form 990 \$ _____</p> <p>(2) Other (specify): <b>Stmt 8 \$ -91,721.</b></p> <p>Add amounts on lines (1) and (2) ▶ d <b>-91,721.</b></p> <p>e Total revenue per line 12, Form 990 (line c plus line d) ▶ e <b>748,289.</b></p>	<p>a Total expenses and losses per audited financial statements ▶ a <b>722,798.</b></p> <p>b Amounts included on line a but not on line 17, Form 990:</p> <p>(1) Donated services and use of facilities \$ _____</p> <p>(2) Prior year adjustments reported on line 20, Form 990 \$ _____</p> <p>(3) Losses reported on line 20, Form 990 \$ _____</p> <p>(4) Other (specify): <b>Stmt 7 \$ 91,721.</b></p> <p>Add amounts on lines (1) through (4) ▶ b <b>91,721.</b></p> <p>c Line a minus line b ▶ c <b>631,077.</b></p> <p>d Amounts included on line 17, Form 990 but not on line a:</p> <p>(1) Investment expenses not included on line 6b, Form 990 \$ _____</p> <p>(2) Other (specify): \$ _____</p> <p>Add amounts on lines (1) and (2) ▶ d <b>0.</b></p> <p>e Total expenses per line 17, Form 990 (line c plus line d) ▶ e <b>631,077.</b></p>

Part V List of Officers, Directors, Trustees, and Key Employees (List each one even if not compensated.)				
(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (If not paid, enter -0-.)	(D) Contributions to employee benefit plans & deferred compensation	(E) Expense account and other allowances
Richard M. Stallman 59 Temple Place, Suite 330 Boston, MA 02111-1307	President & Director 20	0.	0.	0.
Geoffrey Knauth 59 Temple Place, Suite 330 Boston, MA 02111-1307	Treasurer 5	0.	0.	0.
Gerald Sussman 59 Temple Place, Suite 330 Boston, MA 02111-1307	Director 5	0.	0.	0.
Eben Moglen 59 Temple Place, Suite 330 Boston, MA 02111-1307	Director 5	0.	0.	0.
Henry Pool 59 Temple Place, Suite 330 Boston, MA 02111-1307	Director 5	0.	0.	0.
-----				
-----				
-----				
-----				
-----				

75 Did any officer, director, trustee, or key employee receive aggregate compensation of more than \$100,000 from your organization and all related organizations, of which more than \$10,000 was provided by the related organizations? If "Yes," attach schedule. ▶  Yes  No Form 990 (2002)

Part VI Other Information		Yes	No
76	Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity	76	X
77	Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes.	77	X
78 a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?	78a	X
b	If "Yes," has it filed a tax return on Form 990-T for this year?	78b	N/A
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79	X
80 a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?	80a	X
b	If "Yes," enter the name of the organization <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt.		
81 a	Enter direct or indirect political expenditures. See line 81 instructions	81a	0.
b	Did the organization file Form 1120-POL for this year?	81b	X
82 a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	82a	X
b	If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.)	82b	N/A
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?	83a	X
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	83b	X
84 a	Did the organization solicit any contributions or gifts that were not tax deductible?	84a	X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	84b	N/A
85	501(c)(4), (5), or (6) organizations		
a	Were substantially all dues nondeductible by members?	85a	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.	85b	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?	85g	N/A
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	85h	N/A
86	501(c)(7) 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	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX	88	X
89 a	501(c)(3) organizations Enter: Amount of tax imposed on the organization during the year under: section 4911 <input type="checkbox"/> 0.; section 4912 <input type="checkbox"/> 0.; section 4955 <input type="checkbox"/> 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	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.
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization		0.
90 a	List the states with which a copy of this return is filed <input type="checkbox"/> Massachusetts		
b	Number of employees employed in the pay period that includes March 12, 2002	90b	14
91	The books are in care of <input type="checkbox"/> Geoffrey Knauth, Treasurer Telephone no. <input type="checkbox"/> (617) 542-5942		
Located at <input type="checkbox"/> 59 Temple Place Suite 330, Boston, MA ZIP + 4 <input type="checkbox"/> 02111-1307			
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 page 31 of the instructions.)

	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	
<b>Note:</b> Enter gross amounts unless otherwise indicated					
<b>93</b> Program service revenue:					
<b>a</b> <u>Miscellaneous</u>					4,141.
<b>b</b> _____					
<b>c</b> _____					
<b>d</b> _____					
<b>e</b> _____					
<b>f</b> Medicare/Medicaid payments					
<b>g</b> Fees and contracts from government agencies					
<b>94</b> Membership dues and assessments					
<b>95</b> Interest on savings and temporary cash investments			14	8,639.	
<b>96</b> Dividends and interest from securities					
<b>97</b> Net rental income or (loss) from real estate:					
<b>a</b> debt-financed property					
<b>b</b> not debt-financed property					
<b>98</b> Net rental income or (loss) from personal property					
<b>99</b> Other investment income					
<b>100</b> Gain or (loss) from sales of assets other than inventory					
<b>101</b> Net income or (loss) from special events					
<b>102</b> Gross profit or (loss) from sales of inventory					151,659.
<b>103</b> Other revenue:					
<b>a</b> _____					
<b>b</b> _____					
<b>c</b> _____					
<b>d</b> _____					
<b>e</b> _____					
<b>104</b> Subtotal (add columns (B), (D), and (E))		0.		8,639.	155,800.
<b>105</b> Total (add line 104, columns (B), (D), and (E))					164,439.

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

**Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes** (See page 32 of the instructions.)

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
102	Supports the development of new freely distributable software & info

**Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities** (See page 32 of the instructions.)

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

**Part X Information Regarding Transfers Associated with Personal Benefit Contracts** (See page 33 of the instructions.)

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

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

**Please Sign Here** 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.

Signature of officer: Geoffrey S. Knauth Date: 22 MAR 2004 Type or print name and title: Geoffrey S. Knauth, Treasurer

**Paid Preparer's Use Only** Preparer's signature: [Signature] Date: 03/24/04 Check if self-employed:  Preparer's SSN or PTIN: \_\_\_\_\_

Firm's name (or yours if self-employed), address and ZIP + 4: Pannell Kerr Forster, P.C.  
600 Longwater Drive  
Norwell, MA 02061

EIN: \_\_\_\_\_ Phone no.: (781) 871-0110

**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 Section 4947(a)(1) Nonexempt Charitable Trust

**2002**

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: **Free Software Foundation, Inc.** Employer identification number: **04 2888848**

**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
<u>Ravi Khanna</u> <u>59 Temple Place, Suite 330, Boston, MA 040</u>	<u>Dir of Commun</u>	<u>58,266.</u>		<u>1,511.</u>
Total number of other employees paid over \$50,000 ▶	<u>0</u>			

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

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

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
<u>None</u>		
Total number of others receiving over \$50,000 for professional services ▶	<u>0</u>	

<b>Part III</b> Statements About Activities (See page 2 of the instructions.)	Yes	No
<b>1</b> 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.	1	<b>X</b>
<b>2</b> 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)		
<b>a</b> Sale, exchange, or leasing of property?	2a	<b>X</b>
<b>b</b> Lending of money or other extension of credit?	2b	<b>X</b>
<b>c</b> Furnishing of goods, services, or facilities?	2c	<b>X</b>
<b>d</b> Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?	2d	<b>X</b>
<b>e</b> Transfer of any part of its income or assets?	2e	<b>X</b>
<b>3</b> Does the organization make grants for scholarships, fellowships, student loans, etc.? (See Note below.)	3	<b>X</b>
<b>4</b> Do you have a section 403(b) annuity plan for your employees?	4	<b>X</b>
<b>Note:</b> Attach a statement to explain how the organization determines that individuals or organizations receiving grants or loans from it in furtherance of its charitable programs "qualify" to receive payments.		

**Part IV Reason for Non-Private Foundation Status** (See pages 3 through 5 of the instructions.)

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

**5**  A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).

**6**  A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)

**7**  A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).

**8**  A Federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).

**9**  A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). Enter the hospital's name, city, and state ► \_\_\_\_\_

**10**  An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)

**11a**  An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)

**11b**  A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)

**12**  An organization that normally receives: (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions - subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)

**13**  An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in: (1) lines 5 through 12 above; or (2) section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2). (See section 509(a)(3).)

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

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

**14**  An organization organized and operated to test for public safety. Section 509(a)(4). (See page 5 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) 2001	(b) 2000	(c) 1999	(d) 1998	(e) Total
<b>15</b> Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	257,646.	438,451.	292,889.	355,922.	1,344,908.
<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	173,234.	158,598.	336,826.	350,366.	1,019,024.
<b>18</b> Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	9,674.	44,338.	47,404.	27,934.	129,350.
<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					
<b>23</b> Total of lines 15 through 22	440,554.	641,387.	677,119.	734,222.	2,493,282.
<b>24</b> Line 23 minus line 17	267,320.	482,789.	340,293.	383,856.	1,474,258.
<b>25</b> Enter 1% of line 23	4,406.	6,414.	6,771.	7,342.	
<b>26</b> Organizations described on lines 10 or 11: <b>a</b> Enter 2% of amount in column (e), line 24					<b>26a</b> N/A
<b>b</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 1998 through 2001 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the sum of all these excess amounts					<b>26b</b> N/A
<b>c</b> Total support for section 509(a)(1) test: Enter line 24, column (e)					<b>26c</b> N/A
<b>d</b> Add: Amounts from column (e) for lines: 18 _____ 19 _____ 22 _____ 26b _____					<b>26d</b> N/A
<b>e</b> Public support (line 26c minus line 26d total)					<b>26e</b> N/A
<b>f</b> Public support percentage (line 26e (numerator) divided by line 26c (denominator))					<b>26f</b> N/A %
<b>27</b> Organizations described on line 12: <b>a</b> 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: (2001) 0. (2000) 0. (1999) 0. (1998) 0.					
<b>b</b> For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year: (2001) 0. (2000) 0. (1999) 0. (1998) 0.					
<b>c</b> Add: Amounts from column (e) for lines: 15 1,344,908. 16 _____ 17 1,019,024. 20 _____ 21 _____					<b>27c</b> 2,363,932.
<b>d</b> Add: Line 27a total 0. and line 27b total 0.					<b>27d</b> 0.
<b>e</b> Public support (line 27c total minus line 27d total)					<b>27e</b> 2,363,932.
<b>f</b> Total support for section 509(a)(2) test: Enter amount on line 23, column (e)					<b>27f</b> 2,493,282.
<b>g</b> Public support percentage (line 27e (numerator) divided by line 27f (denominator))					<b>27g</b> 94.8121%
<b>h</b> Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))					<b>27h</b> 5.1879%
<b>28</b> Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 1998 through 2001, 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 7 of the instructions.)

N/A

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

		Yes	No
<b>29</b>	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?		
<b>30</b>	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?		
<b>31</b>	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.)		
	_____		
	_____		
	_____		
<b>32</b>	Does the organization maintain the following:		
<b>a</b>	Records indicating the racial composition of the student body, faculty, and administrative staff?	<b>32a</b>	
<b>b</b>	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	<b>32b</b>	
<b>c</b>	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	<b>32c</b>	
<b>d</b>	Copies of all material used by the organization or on its behalf to solicit contributions? If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.)	<b>32d</b>	
	_____		
<b>33</b>	Does the organization discriminate by race in any way with respect to:		
<b>a</b>	Students' rights or privileges?	<b>33a</b>	
<b>b</b>	Admissions policies?	<b>33b</b>	
<b>c</b>	Employment of faculty or administrative staff?	<b>33c</b>	
<b>d</b>	Scholarships or other financial assistance?	<b>33d</b>	
<b>e</b>	Educational policies?	<b>33e</b>	
<b>f</b>	Use of facilities?	<b>33f</b>	
<b>g</b>	Athletic programs?	<b>33g</b>	
<b>h</b>	Other extracurricular activities? If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)	<b>33h</b>	
	_____		
	_____		
<b>34 a</b>	Does the organization receive any financial aid or assistance from a governmental agency?	<b>34a</b>	
<b>b</b>	Has the organization's right to such aid ever been revoked or suspended? If you answered "Yes" to either 34a or b, please explain using an attached statement.	<b>34b</b>	
<b>35</b>	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	<b>35</b>	

**Part VI-A Lobbying Expenditures by Electing Public Charities** (See page 9 of the instructions.) **N/A**

(To be completed ONLY by an eligible organization that filed Form 5768)

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

<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 - <table style="width: 100%; border: none;"> <tr> <td style="width: 50%; border: none;">If the amount on line 40 is -</td> <td style="width: 50%; border: none;">The lobbying nontaxable amount is -</td> </tr> <tr> <td style="border: none;">Not over \$500,000</td> <td style="border: none;">20% of the amount on line 40</td> </tr> <tr> <td style="border: none;">Over \$500,000 but not over \$1,000,000</td> <td style="border: none;">\$100,000 plus 15% of the excess over \$500,000</td> </tr> <tr> <td style="border: none;">Over \$1,000,000 but not over \$1,500,000</td> <td style="border: none;">\$175,000 plus 10% of the excess over \$1,000,000</td> </tr> <tr> <td style="border: none;">Over \$1,500,000 but not over \$17,000,000</td> <td style="border: none;">\$225,000 plus 5% of the excess over \$1,500,000</td> </tr> <tr> <td style="border: none;">Over \$17,000,000</td> <td style="border: none;">\$1,000,000</td> </tr> </table>	If the amount on line 40 is -	The lobbying nontaxable amount is -	Not over \$500,000	20% of the amount on line 40	Over \$500,000 but not over \$1,000,000	\$100,000 plus 15% of the excess over \$500,000	Over \$1,000,000 but not over \$1,500,000	\$175,000 plus 10% of the excess over \$1,000,000	Over \$1,500,000 but not over \$17,000,000	\$225,000 plus 5% of the excess over \$1,500,000	Over \$17,000,000	\$1,000,000	<b>41</b>	
If the amount on line 40 is -	The lobbying nontaxable amount is -														
Not over \$500,000	20% of the amount on line 40														
Over \$500,000 but not over \$1,000,000	\$100,000 plus 15% of the excess over \$500,000														
Over \$1,000,000 but not over \$1,500,000	\$175,000 plus 10% of the excess over \$1,000,000														
Over \$1,500,000 but not over \$17,000,000	\$225,000 plus 5% of the excess over \$1,500,000														
Over \$17,000,000	\$1,000,000														
<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 11 of the instructions.)

Calendar year (or fiscal year beginning in)	Lobbying Expenditures During 4-Year Averaging Period				N/A
	(a) 2002	(b) 2001	(c) 2000	(d) 1999	(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 11 of the instructions.) **N/A**

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

- 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.)

Yes	No	Amount
		0.

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



Form 990

Income and Cost of Goods Sold  
Included on Part I, Line 10

Statement 1

## Income

1. Gross receipts . . . . .	243,380	
2. Returns and allowances . . . . .		
3. Line 1 less line 2 . . . . .		243,380
4. Cost of goods sold (line 13) . . . . .	91,721	
5. Gross profit (line 3 less line 4) . . . . .		151,659

## Cost of Goods Sold

6. Inventory at beginning of year . . . . .		
7. Merchandise purchased . . . . .		
8. Cost of labor . . . . .		
9. Materials and supplies . . . . .		
10. Other costs . . . . .	91,721	
11. Add lines 6 through 10 . . . . .		91,721
12. Inventory at end of year . . . . .		
13. Cost of goods sold (line 11 less line 12). . . . .		91,721

Form 990	Cost of Goods Sold - Other Costs	Statement	2
Description		Amount	
Cost of Goods Sold		91,721.	
Total included on Form 990, Part I, line 10b		91,721.	

Form 990	Other Expenses			Statement	3
Description	(A) Total	(B) Program Services	(C) Management and General	(D) Fundraising	
Bank Charges	1,958.	805.	1,030.	123.	
Licenses & Permits	195.	80.	103.	12.	
Credit Card Fees	10,713.	4,285.	0.	6,428.	
Heat, Light & Power	4,403.	1,810.	2,315.	278.	
Insurance	3,954.	2,251.	1,521.	182.	
Office Expense	6,441.	2,648.	3,387.	406.	
Outside Services	1,900.	781.	999.	120.	
Internet Connection Fees	3,045.	1,252.	1,601.	192.	
Contracted Programming	16,838.	16,838.			
Meals & Entertainment	3,050.	1,254.	1,604.	192.	
Special Events & Mailings	39,114.			39,114.	
Promotion & Marketing	13,253.	13,253.			
Total to Fm 990, ln 43	104,864.	45,257.	12,560.	47,047.	

Form 990	Depreciation of Assets Not Held for Investment			Statement	4
Description	Cost or Other Basis	Accumulated Depreciation	Book Value		
COMPUTER EQUIPMENT	279,111.	279,111.	0.		
COMPUTER EQUIPMENT	14,875.	14,875.	0.		
COMPUTER EQUIPMENT	10,562.	10,562.	0.		
USED REMOTE LINUX MACHINE	4,410.	4,410.	0.		
COMPUTER TERMINAL	225.	225.	0.		
JUKEBOX EQUIPMENT	1,250.	1,250.	0.		

PENTIUM COMPUTER	4,326.	4,326.	0.
HARD DRIVES	1,510.	1,510.	0.
COMPUTER EQUIPMENT	3,300.	3,300.	0.
DEC ALPHA WORKSTATION	2,745.	2,745.	0.
HP IIIISI LASER PRINTER	100.	100.	0.
(2) XABYTE TAPE DRIVES	2,000.	2,000.	0.
(2) TERMINALS	705.	705.	0.
MAI HARD DRIVE	652.	650.	2.
(3) 486 COMPUTER SYSTEMS	1,850.	1,758.	92.
TOSHIBA LAPTOP 400 SERIES	1,000.	950.	50.
DEC ALPHA COMPUTER SYSTEMS	1,000.	933.	67.
(5) KEYBOARDS	695.	637.	58.
(3) 400M, 10 GIG PENTIUM SYSTEMS	9,750.	8,938.	812.
OFFICE EQUIPMENT	2,066.	2,066.	0.
TELEPHONE SYSTEM	720.	720.	0.
OFFICE FURNITURE	2,261.	2,261.	0.
COPIER	2,176.	2,176.	0.
NCD TERMINALS	381.	381.	0.
LATERAL FILE	714.	405.	309.
SHELVING	264.	146.	118.
COMPUTER & ACCESSORIES	732.	487.	245.
(2) E MACHINES	3,091.	2,060.	1,031.
(2) DELL COMPUTERS	3,994.	2,597.	1,397.
COMPUTER EQUIP FRY'S ELECTR	1,002.	633.	369.
VARIOUS COMPUTER COMPONENTS	789.	500.	289.
IBM COMPUTER & ASSESSORIES	709.	438.	271.
FIRE PROOF CABINETS	600.	380.	220.
SHELVING	198.	127.	71.
LAPTOP	2,880.	2,304.	576.
HAPPY HACKING KB LITE	68.	52.	16.
(6) COMPUTER KEYBOARDS	394.	270.	124.
COMPUTER CART	91.	59.	32.
OFFICE EQUIPMENT	310.	202.	108.
FIRE PROOF FILE CABINET	600.	380.	220.
DELL INSPIRON COMPUTER	1,685.	1,039.	646.
OFFICE EQUIPMENT	610.	376.	234.
COMPUTER	2,905.	1,888.	1,017.
DELL COMPUTER	1,739.	957.	782.
OFFICE EQUIPMENT	194.	107.	87.
FOLDING TABLE	69.	37.	32.
IBM CDW THINKPAD T SERIES LI	3,813.	1,907.	1,906.
IBM/CDW COMPUTER EQUIPMENT	310.	155.	155.
CDW MICROCOMPUTER PRO2111	7,191.	3,595.	3,596.
IBM THINKPAD A21P P	4,586.	2,293.	2,293.
(2) FILE DRAWERS	334.	162.	172.
DESK	100.	47.	53.
COMPUTER SUPPLIES & EQUIPMENT	2,142.	963.	1,179.
SHELVING	70.	32.	38.
PRINTER	203.	85.	118.
OFFICE EQUIPMENT	5,832.	1,224.	4,608.
LASER PRINTER	853.	370.	483.
COMPUTER EQUIPMENT (VARIOUS)	1,700.	737.	963.

MOBILE COMPUTER CART	120.	52.	68.
DESK	441.	191.	250.
SHELVING	250.	104.	146.
CONFERENCE TABLE, 2 CHAIRS & WOOD LITERATURE ORGANIZER	1,370.	288.	1,082.
DUPLEX HP LASERJET 4100 PRINTER	1,630.	342.	1,288.
COMPUTER EQUIPMENT	4,849.	1,018.	3,831.
PC300 - DONATED	715.	150.	565.
2 GNU SERVERS - DONATED	2,000.	420.	1,580.
4 THINKPADS - DONATED	15,000.	3,150.	11,850.
COMPUTER EQUIPMENT	1,127.	197.	930.
COMPUTER PARTS	755.	132.	623.
OFFICE EQUIPMENT	200.	35.	165.
COMPUTER EQUIPMENT	1,803.	225.	1,578.
COMPUTER EQUIPMENT	783.	98.	685.
OFFICE EQUIPMENT	146.	18.	128.
OFFICE EQUIPMENT	195.	24.	171.
DIGITAL INC COMPUTER PARTS	718.	90.	628.
OFFICE EQUIPMENT	415.	52.	363.
COMPUTER EQUIPMENT	117.	15.	102.
OFFICE EQUIPMENT	47.	6.	41.
PRINTER	499.	62.	437.
OFFICE EQUIPMENT	55.	4.	51.
PENGUIN COMPUTING	2,120.	159.	1,961.
SUN e250, SONY 420GS - DONATED	1,100.	83.	1,017.
COMPUTER EQUIPMENT	1,724.	129.	1,595.
OFFICE EQUIPMENT	187.	14.	173.
PHONES	200.	15.	185.
COMPUTER EQUIPMENT	231.	23.	208.
COMPUTER EQUIPMENT	576.	58.	518.
OFFICE EQUIPMENT	460.	46.	414.
ASTERIK HARDWARE - DONATED	995.	100.	895.
COMPUTER EQUIPMENT	6,491.	649.	5,842.
<b>Total to Form 990, Part IV, ln 57</b>	<b>445,761.</b>	<b>381,552.</b>	<b>64,209.</b>

Form 990

Other Assets

Statement 5

Description

Amount

Deposits

8,015.

Loan Receivable

33,000.

Total to Form 990, Part IV, line 58, Column B

41,015.



Form 990	Other Liabilities	Statement	6
----------	-------------------	-----------	---

Description	Amount
Deposits	8,979.
Accrued Payroll	13,950.
Total to Form 990, Part IV, line 65, Column B	22,929.

Form 990	Other Expenses Not Included on Form 990	Statement	7
----------	---	-----------	---

Description	Amount
Cost of Inventory Shipped	91,721.
Total to Form 990, Part IV-B	91,721.

Form 990	Other Revenue Included on Form 990	Statement	8
----------	------------------------------------	-----------	---

Description	Amount
Cost of Inventory Shipped	-91,721.
Total to Form 990, Part IV-A	-91,721.

**Depreciation and Amortization 990**  
(Including Information on Listed Property)

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

Name(s) shown on return <b>Free Software Foundation, Inc.</b>	Business or activity to which this form relates <b>Form 990 Page 2</b>	Identifying number <b>04-2888848</b>
--	---	---

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

1 Maximum amount See instructions for a higher limit for certain businesses	1	24,000.
2 Total cost of section 179 property placed in service (see instructions)	2	
3 Threshold cost of section 179 property before reduction in limitation	3	\$200,000
4 Reduction in limitation Subtract line 3 from line 2 If zero or less, enter -0-	4	
5 Dollar limitation for tax year Subtract line 4 from line 1 If zero or less, enter -0- If married filing separately, see instructions	5	
6		
(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7 Listed property. Enter amount from line 29	7	
8 Total elected cost of section 179 property Add amounts in column (c), lines 6 and 7	8	
9 Tentative deduction Enter the smaller of line 5 or line 8	9	
10 Carryover of disallowed deduction from line 13 of your 2001 Form 4562	10	
11 Business income limitation Enter the smaller of business income (not less than zero) or line 5	11	
12 Section 179 expense deduction Add lines 9 and 10, but do not enter more than line 11	12	
13 Carryover of disallowed deduction to 2003 Add lines 9 and 10, less line 12	13	

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

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

14 Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	
15 Property subject to section 168(f)(1) election (see instructions)	15	
16 Other depreciation (including ACRS) (see instructions)	16	12,478.

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

**Section A**

17 MACRS deductions for assets placed in service in tax years beginning before 2002	17	4,395.
18 If you are electing under section 168(i)(4) to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

**Section B - Assets Placed in Service During 2002 Tax Year Using the General Depreciation System**

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property		20,944.	5 Yrs.	MQ	SL	2,234.
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property	/		27 5 yrs	MM	S/L	
	/		27 5 yrs	MM	S/L	
i Nonresidential real property	/		39 yrs	MM	S/L	
	/			MM	S/L	

**Section C - Assets Placed in Service During 2002 Tax Year Using the Alternative Depreciation System**

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

**Part IV Summary (See instructions )**

21 Listed property Enter amount from line 28	21	
22 Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21 Enter here and on the appropriate lines of your return Partnerships and S corporations - see instr	22	19,107.
23 For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

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

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

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

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

**Section B - Information on Use of Vehicles**

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

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

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

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

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? <b>Note:</b> If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles		

**Part VI Amortization**

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2002 tax year					
43 Amortization of costs that began before your 2002 tax year					43
44 Total. Add amounts in column (f) See instructions for where to report					44

Application for Extension of Time To File an Exempt Organization Return

Department of the Treasury Internal Revenue Service

File a separate application for each return.

- 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 this form)

Note: Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.

Part I Automatic 3-Month Extension of Time - Only submit original (no copies needed)

Note: Form 990-T corporations requesting an automatic 6-month extension - check this box and complete Part I only
All other corporations (including Form 990-C filers) must use Form 7004 to request an extension of time to file income tax returns.

Form fields for Name of Exempt Organization (Free Software Foundation, Inc.), Employer identification number (04-2888848), and address (59 Temple Place, No. 330, Boston, MA 02111-1307).

Check type of return to be filed (file a separate application for each return)

- Form 990 (checked), Form 990-T (corporation), Form 990-T (sec 401(a) or 408(a) trust), Form 990-T (trust other than above), Form 1041-A, Form 4720, Form 5227, Form 6069, Form 8870.

- 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)...

I request an automatic 3-month (6-month, for 990-T corporation) extension of time until May 17, 2004 to file the exempt organization return for the organization named above...

- 2 If this tax year is for less than 12 months, check reason
3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits
3b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made
3c Balance Due. Subtract line 3b from line 3a

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: Thomas A. [Signature] Title: CPA 04-313877 Date: 7-12-04

PANNELL KERR FORSTER, P.C. 600 LONGWATER DRIVE NORWELL, MA 02061