

Return of Organization Exempt From Income Tax

OMB No 1545-0047

2007**Open to Public Inspection**Department of the Treasury
Internal Revenue Service

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

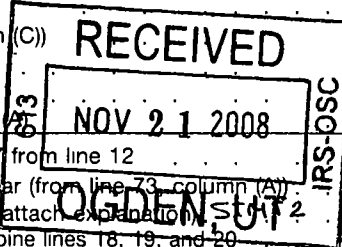
▶ The organization may have to use a copy of this return to satisfy state reporting requirements

A For the 2007 calendar year, or tax year beginning 4/1 , 2007, and ending 3/31 , 20 08		
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	C Name of organization Home School Legal Defense Association Number and street (or P.O. box if mail is not delivered to street address) Room/suite 1 Patrick Henry Circle City or town, state or country, and ZIP + 4 Purcellville, VA 20132-3197	D Employer identification number 54 1719605 E Telephone number (540) 338-5600 F Accounting method: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) ▶
	Please use IRS label or print or type. See Specific Instructions.	
	Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).	
	G Website: ▶ www.hslda.org	
	J Organization type (check only one) ▶ <input checked="" type="checkbox"/> 501(c) (4) ◀ (insert no) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527	
K Check here ▶ <input type="checkbox"/> 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.		H and I are not applicable to section 527 organizations H(a) Is this a group return for affiliates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No H(b) If "Yes," enter number of affiliates ▶ H(c) Are all affiliates included? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No (If "No," attach a list. See instructions.) H(d) Is this a separate return filed by an organization covered by a group ruling? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No I Group Exemption Number ▶ M Check ▶ <input type="checkbox"/> if the organization is not required to attach Sch. B (Form 990, 990-EZ, or 990-PF).
L Gross receipts. Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 11,301,849		

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See the instructions.)

Revenue	1 Contributions, gifts, grants, and similar amounts received:				
	a Contributions to donor advised funds	1a			
	b Direct public support (not included on line 1a)	1b		72,893	
	c Indirect public support (not included on line 1a)	1c			
	d Government contributions (grants) (not included on line 1a)	1d			
	e Total (add lines 1a through 1d) (cash \$ 72,893 noncash \$)				1e 72,893
	2 Program service revenue including government fees and contracts (from Part VII, line 93)				2 39,012
	3 Membership dues and assessments				3 7,915,909
	4 Interest on savings and temporary cash investments				4 64,513
	5 Dividends and interest from securities				5 33,964
	6a Gross rents	6a		72,395	
	b Less: rental expenses	6b			
c Net rental income or (loss). Subtract line 6b from line 6a				6c 72,395	
7 Other investment income (describe ▶)				7	
Revenue	8a Gross amount from sales of assets other than inventory	(A) Securities		(B) Other	
		2,429,138	8a		
	b Less: cost or other basis and sales expenses		2,330,541	8b	
	c Gain or (loss) (attach schedule) STMT 1		98,597	8c	
	d Net gain or (loss). Combine line 8c, columns (A) and (B)				8d 98,597
	9 Special events and activities (attach schedule) If any amount is from gaming, check here ▶ <input type="checkbox"/>				
	a Gross revenue (not including \$ of contributions reported on line 1b)	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	10a Gross sales of inventory, less returns and allowances	10a		312,638	
	b Less: cost of goods sold	10b		176,020	
	c Gross profit or (loss) from sales of inventory (attach schedule) Subtract line 10b from line 10a				10c 136,618
Revenue	11 Other revenue (from Part VII, line 103)				11 361,386
	12 Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11				12 8,795,287
	13 Program services (from line 44, column (B))				13 8,806,565
	14 Management and general (from line 44, column (C))				14 441,221
	15 Fundraising (from line 44, column (D))				15 0
Expenses	16 Payments to affiliates (attach schedule)				16 0
	17 Total expenses. Add lines 16 and 44, column (A)				17 9,247,786
Net Assets	18 Excess or (deficit) for the year. Subtract line 17 from line 12				18 (452,499)
	19 Net assets or fund balances at beginning of year (from line 73, column (A))				19 7,896,881
	20 Other changes in net assets or fund balances (attach explanation)				20 (81,783)
	21 Net assets or fund balances at end of year. Combine lines 18, 19, and 20				21 7,362,599

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Part II Statement of Functional Expenses

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

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22a	Grants paid from donor advised funds (attach schedule) (cash \$ _____ noncash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/>	22a			
22b	Other grants and allocations (attach schedule) (cash \$ 653,029 noncash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/>	22b	653,029	653,029	
23	Specific assistance to individuals (attach schedule)	23			
24	Benefits paid to or for members (attach schedule)	24			
25a	Compensation of current officers, directors, key employees, etc. listed in Part V-A	25a	373,444	354,772	18,672
b	Compensation of former officers, directors, key employees, etc. listed in Part V-B	25b			
c	Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)	25c			
26	Salaries and wages of employees not included on lines 25a, b, and c	26	3,559,788	3,370,316	189,472
27	Pension plan contributions not included on lines 25a, b, and c	27	410,941	390,394	20,547
28	Employee benefits not included on lines 25a - 27	28	730,307	693,792	36,515
29	Payroll taxes	29	290,378	275,859	14,519
30	Professional fundraising fees	30			
31	Accounting fees	31	11,161	10,603	558
32	Legal fees	32	173,223	164,562	8,661
33	Supplies	33	41,565	39,487	2,078
34	Telephone	34	58,287	55,373	2,914
35	Postage and shipping	35	130,217	123,706	6,511
36	Occupancy	36	378,804	359,864	18,940
37	Equipment rental and maintenance	37	10,219	9,708	511
38	Printing and publications	38	720,218	684,207	36,011
39	Travel	39	266,960	253,612	13,348
40	Conferences, conventions, and meetings	40	177,433	168,561	8,872
41	Interest	41	224,260	213,047	11,213
42	Depreciation, depletion, etc. (attach schedule)	42			
43	Other expenses not covered above (itemize):				
a	Statement 4	43a	1,037,552	985,673	51,879
b		43b			
c		43c			
d		43d			
e		43e			
f		43f			
g		43g			
44	Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	44	9,247,786	8,806,565	441,221

Joint Costs. Check ☐ if you are following SOP 98-2.Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? ☐ Yes ☒ No

If "Yes," enter (i) the aggregate amount of these joint costs \$ _____, (ii) the amount allocated to Program services \$ _____; (iii) the amount allocated to Management and general \$ _____, and (iv) the amount allocated to Fundraising \$ _____

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

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

What is the organization's primary exempt purpose? ► To protect rights of Parents to Home School	Program Service Expenses (Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts but optional for others.)
<p>a HSLDA provides legal information, representation, and assistance to home school families.</p> <p>.....</p> <p>.....</p> <p>.....</p> <p>(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/></p>	3,512,632
<p>b HSLDA provides services to members and non members regarding rights to home school education. HSLDA also advises home school leaders and members regarding legislation and provides civic education to teens.</p> <p>.....</p> <p>.....</p> <p>(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/></p>	1,939,590
<p>c HSLDA provides newsletters, radio broadcasts seminars and home school resources to members and non members on issues concerning home schooling.</p> <p>.....</p> <p>.....</p> <p>(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/></p>	2,701,354
<p>d HSLDA advances home school freedom by assisting other charitable educational organizations in the conduct of similar activities.</p> <p>.....</p> <p>.....</p> <p>(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/></p>	652,989
<p>e Other program services (attach schedule)</p> <p>(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/></p>	
<p>f Total of Program Service Expenses (should equal line 44, column (B), Program services). . . . ►</p>	8,806,565

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	608,365	45	296,623
	46 Savings and temporary cash investments	4,712,428	46	6,115,566
	47a Accounts receivable	47a 50,054		
	b Less: allowance for doubtful accounts	47b	77,312	47c 50,054
	48a Pledges receivable	48a		48c
	b Less: allowance for doubtful accounts	48b		
	49 Grants receivable		49	
	50a Receivables from current and former officers, directors, trustees, and key employees (attach schedule)		50a	114
	b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)		50b	
	51a Other notes and loans receivable (attach schedule)	51a		51c
	b Less: allowance for doubtful accounts	51b		
	52 Inventories for sale or use	218,426	52	236,614
	53 Prepaid expenses and deferred charges	54,486	53	73,241
	54a Investments—publicly-traded securities <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54a	
	b Investments—other securities (attach schedule) <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54b	
55a Investments—land, buildings, and equipment, basis	55a 9,506,271			
b Less: accumulated depreciation (attach schedule)	55b 2,316,474		55c	
56 Investments—other (attach schedule)		56		
57a Land, buildings, and equipment: basis	57a 9,506,271			
b Less accumulated depreciation (attach schedule) STMT 5	57b 2,316,474	7,357,668	57c	7,189,797
58 Other assets, including program-related investments (describe Deposits)	6,000	58		
59 Total assets (must equal line 74) Add lines 45 through 58	13,034,685	59	13,962,009	
Liabilities	60 Accounts payable and accrued expenses	1,007,118	60	1,088,902
	61 Grants payable		61	
	62 Deferred revenue	4,130,686	62	5,510,508
	63 Loans from officers, directors, trustees, and key employees (attach schedule)		63	
	64a Tax-exempt bond liabilities (attach schedule)		64a	
	b Mortgages and other notes payable (attach schedule)		64b	
	65 Other liabilities (describe)		65	
	66 Total liabilities. Add lines 60 through 65	5,137,804	66	6,599,410
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.			
	67 Unrestricted	7,896,881	67	7,362,599
	68 Temporarily restricted		68	
	69 Permanently restricted		69	
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74.			
	70 Capital stock, trust principal, or current funds		70	
	71 Paid-in or capital surplus, or land, building, and equipment fund		71	
	72 Retained earnings, endowment, accumulated income, or other funds		72	
	73 Total net assets or fund balances. Add lines 67 through 69 or lines 70 through 72. (Column (A) must equal line 19 and column (B) must equal line 21)	7,896,881	73	7,362,599
	74 Total liabilities and net assets/fund balances. Add lines 66 and 73	13,034,685	74	13,962,009

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

a	Total revenue, gains, and other support per audited financial statements	a	9,449,631
b	Amounts included on line a but not on Part I, line 12:		
1	Net unrealized gains on investments	b1	560,107
2	Donated services and use of facilities	b2	
3	Recoveries of prior year grants	b3	
4	Other (specify): <u>cost of Sales</u>	b4	176,020
	Add lines b1 through b4	b	736,127
c	Subtract line b from line a	c	8,713,504
d	Amounts included on Part I, line 12, but not on line a :		
1	Investment expenses not included on Part I, line 6b	d1	
2	Other (specify): <u>Realized Loss</u>	d2	81,783
	Add lines d1 and d2	d	81,783
e	Total revenue (Part I, line 12). Add lines c and d	e	8,795,287

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

a	Total expenses and losses per audited financial statements	a	9,983,913
b	Amounts included on line a but not on Part I, line 17:		
1	Donated services and use of facilities	b1	560,107
2	Prior year adjustments reported on Part I, line 20	b2	
3	Losses reported on Part I, line 20	b3	
4	Other (specify): <u>Cost of Sales</u>	b4	176,020
	Add lines b1 through b4	b	736,127
c	Subtract line b from line a	c	9,247,789
d	Amounts included on Part I, line 17, but not on line a :		
1	Investment expenses not included on Part I, line 6b	d1	
2	Other (specify):	d2	
	Add lines d1 and d2	d	
e	Total expenses (Part I, line 17). Add lines c and d	e	9,247,786

Part V-A Current Officers, Directors, Trustees, and Key Employees (List each person who was an officer, director, trustee, or key employee at any time during the year even if they were not compensated.) (See the instructions.)

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (If not paid, enter -0-)	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
J. Michael Smith	President 40			
1 Patrick Henry Circle Purcellville, VA 20132		211,157	27,217	0
Michael Farris	Gen Counsel 30			
1 Patrick Henry Circle Purcellville, VA 20132		168,287	19,307	0
Richard Honaker	Secretary 0			
1 Patrick Henry Circle Purcellville, VA 20132		3,000	0	0
Kenneth Johnson	Director 0			
1 Patrick Henry Circle Purcellville, VA 20132		3,000	0	0
Rodger Sayre	Director 0			
1 Patrick Henry Circle Purcellville, VA 20132		3,000	0	0
Bryan Dearing	Director 0			
1 Patrick Henry Circle Purcellville, VA 20132		3,000	0	0

Part V-A **Current Officers, Directors, Trustees, and Key Employees** *(continued)*

Yes	No
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75a Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings 6

b Are any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, related to each other through family or business relationships? If "Yes," attach a statement that identifies the individuals and explains the relationship(s) _____.

c Do any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, receive compensation from any other organizations, whether tax exempt or taxable, that are related to the organization? See the instructions for the definition of "related organization."

If "Yes," attach a statement that includes the information described in the instructions.

d Does the organization have a written conflict of interest policy?

Part V-B **Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other Benefits** (If any former officer, director, trustee, or key employee received compensation or other benefits (described below) during the year, list that person below and enter the amount of compensation or other benefits in the appropriate column. See the instructions.)

[illegible]**Part VI** Other Information (See the instructions.)

Yes	No
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76 Did the organization make a change in its activities or methods of conducting activities? If "Yes," attach a detailed statement of each change

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.

78a Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?

b If "Yes," has it filed a tax return on **Form 990-T** for this year?

79 Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement

80a 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?

b If "Yes," enter the name of the organization ► Home School Foundation

and check whether it is ☒ exempt or ☐ nonexempt

81a Enter direct and indirect political expenditures. (See line 81 instructions) . . . **81a**

b Did the organization file **Form 1120-POL** for this year?

Part VI Other Information (continued)

		Yes	No
82a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?		✓
b	If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III)	82b	
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?	✓	
b	Did the organization comply with the disclosure requirements relating to <i>quid pro quo</i> contributions?	✓	
84a	Did the organization solicit any contributions or gifts that were not tax deductible?		✓
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
85a	501(c)(4), (5), or (6). Were substantially all dues nondeductible by members?	✓	
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.		✓
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) orgs. 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) orgs. 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
88a	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	88a	✓
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	88b	✓
89a	501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 N/A ; section 4912 N/A ; section 4955 N/A		
b	501(c)(3) and 501(c)(4) orgs. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction	89b	✓
c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958		N/A
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization		N/A
e	All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?	89e	✓
f	All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?	89f	✓
g	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?	89g	✓
90a	List the states with which a copy of this return is filed Statement 7		
b	Number of employees employed in the pay period that includes March 12, 2007 (See instructions)	90b	106
91a	The books are in care of Home School Legal Defense Association Telephone no. (504) 338-5600 Located at 1 Patrick Henry Circle, Purcellville ZIP + 4 20132-3197		
b	At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If "Yes," enter the name of the foreign country See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts	91b	✓

Part VI Other Information (continued)

Yes No

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 **▶**

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** |

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) Exclusion code	(D) Amount	
93 Program service revenue:					
a Conferences & Seminars					39,012
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					7,915,909
95 Interest on savings and temporary cash investments			14	64,513	
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property			16	72,395	
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			18	132,561	
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					136,618
103 Other revenue. a Royalties			15	9,838	
b Misc					158,063
c Advertising	541800	193,485			
d					
e					
104 Subtotal (add columns (B), (D), and (E))		193,485		279,307	8,249,602
105 Total (add line 104, columns (B), (D), and (E))					8,722,394

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)
	Statement 8

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).

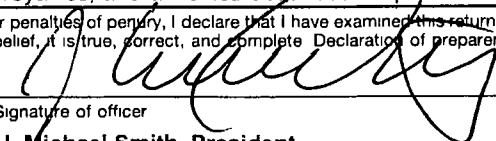
106	Did the reporting organization make any transfers to a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.	Yes	No
			✓

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

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.	Yes	No
			✓

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

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?	Yes	No
			✓

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		Date 11/12/08		
Paid Preparer's Use Only	J. Michael Smith, President Type or print name and title		Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN (See Gen. Inst. X)
	Preparer's signature		Firm's name (or yours if self-employed), address, and ZIP + 4	EIN	Phone no.

**Application for Extension of Time To File an
Exempt Organization Return**

► **File a separate application for each return.**

OMB No. 1545-1709

- 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).
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).

A corporation required to file Form 990-T and requesting an automatic 6-month extension—check this box and complete Part I only ☐

All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns.

Electronic Filing (e-file). Generally, you can electronically file Form 8868 if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for a corporation required to file Form 990-T). However, you cannot file Form 8868 electronically if (1) you want the additional (not automatic) 3-month extension or (2) you file Forms 990-BL, 6069, or 8870, group returns, or a composite or consolidated Form 990-T. Instead, you must submit the fully completed and signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit www.irs.gov/efile and click on *e-file for Charities & Nonprofits*.

Type or print File by the due date for filing your return. See instructions.	Name of Exempt Organization Home School Legal Defense Association		Employer identification number 54 1719605	
	Number, street, and room or suite no. If a P.O. box, see instructions. 1 Patrick Henry Circle			
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. Purcellville, VA 20132			

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

- | | | |
|----------------------------------------------|-------------------------------------------------------------------|------------------------------------|
| <input checked="" type="checkbox"/> Form 990 | <input type="checkbox"/> Form 990-T (corporation) | <input type="checkbox"/> Form 4720 |
| <input type="checkbox"/> Form 990-BL | <input type="checkbox"/> Form 990-T (sec. 401(a) or 408(a) trust) | <input type="checkbox"/> Form 5227 |
| <input type="checkbox"/> Form 990-EZ | <input type="checkbox"/> Form 990-T (trust other than above) | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-PF | <input type="checkbox"/> Form 1041-A | <input type="checkbox"/> Form 8870 |

- The books are in the care of ► **Home School Legal Defense Association**

Telephone No. ► (**540**) **338-5600** FAX No. ► (**540**) **338-2733**

- 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 will cover.

- 1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until **November 15**, 20**08**, to file the exempt organization return for the organization named above. The extension is for the organization's return for:
- ☐ calendar year 20 or
 - ☒ tax year beginning **April 1**, 20**07**, and ending **March 31**, 20**08**.

- 2 If this tax year is for less than 12 months, check reason. ☐ Initial return ☐ Final return ☐ Change in accounting period

3a 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.	3a	\$
b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	3b	\$
c Balance Due. Subtract line 3b from line 3a. 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.	3c	\$

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

HOME SCHOOL LEGAL DEFENSE ASSOCIATION 54-1719605

FORM 990		STATEMENT 5			
		Land, buildings, and equipment			
Description	3/31/2007 Beg Bal	Reclass	Additions	Deletions	3/31/2008 Total
Land Improvements	8,063,527	-			8,063,527
Building	29,478		11,046		40,524
Building Improvements	783,712		548		784,260
Furniture and fixtures	527,212		44,795		572,007
Computer equipment and software	58,196			12,243	45,953
Vehicles	-				-
Library	\$				
Total Property & Equipment	\$ 9,462,124	\$ -	\$ 56,389	\$ 12,243	\$ 9,506,270
Less: Accum Depreciation			Total Fixed Assets		(2,316,473)
					\$ 7,189,797

FORM 990		STATEMENT 6	
		Schedule of Related Organizations Part V-A, Line 75c	
<u>Name of Officer</u>	<u>Name of Organization & EIN Number</u>		
Michael Farris	Patrick Henry College 54-1919810		

Description of Relationship
HSLDA's board of directors founded Patrick Henry College as a college that emphasizes the apprenticeship model of education and will positively impact our culture. The College's board of trustees is completely separate and distinct from HSLDA's board. Michael Farris is Chancellor of Patrick Henry College and is HSLDA's General Counsel, directing litigation and federal legislative efforts.

FORM 990		STATEMENT 7	
		List of states receiving copy of return Part VI, Line 90	
Alaska, Arizona, Georgia, Illinois, Kentucky, Maine, Mississippi, New Hampshire, New Carolina, Tennessee, Utah, Virginia, Washington, Wisconsin			

FORM 990		STATEMENT 8	
		Relationship of activities to accomplishment of exempt Purposes Part VIII	
<u>Line</u>	<u>Explanation of relationship of activities</u>		
93A	To assist families and organizations conducting home schooling		
94	Entitles members to have legal counsel from point of contact to the Supreme Court		
	Members also receive newsletters containing helpful information regarding home schooling, reporting of recent cases, etc		
102	To educate families and organizations about home schooling		
103b	To assist families and organizations conducting home schooling		

HOME SCHOOL LEGAL DEFENSE ASSOCIATION 54-1719605

FORM 990 Gross Sales of Assets **STATEMENT 1**

Description	Gross Sales Price	Cost or other Basis	Expense of Sale	Net Gain or (Loss)
Total on Form 990 Part I, Line 8	\$2,429,138	\$ 2,330,541		\$ 98,597

FORM 990 Other Changes in Net Assets **STATEMENT 2**

Unrealized gains on investments

FORM 990 Cash Grants and Allocations **STATEMENT 3**

Classification	Donee's Name	Donee's Relationship	Amount
	Patrick Henry College	None	\$ 413,442
	Home School Foundation	None	\$ 69,047
	ParentalRights.org	None	\$ 150,000
	Family Protection Ministries	None	\$ 12,000
	Others	None	\$ 8,540
Total on Form 990, Part II Line 22			\$ 653,029

FORM 990 Other Expenses **STATEMENT 4**

Description	Total	Program Svcs	Mgt & General	Fundraising
Credit card fees	\$ 146,902	\$ 139,557	\$ 7,345	
Interview & relocation	\$ 3,067	\$ 2,914	\$ 153	
Professional fees & contract labor	\$ 77,854	\$ 73,961	\$ 3,893	
Honorariums	\$ 17,688	\$ 16,804	\$ 884	
Board expenses	\$ 42,547	\$ 40,420	\$ 2,127	
Promo give aways	\$ 166,411	\$ 158,090	\$ 8,321	
Advertising	\$ 86,811	\$ 82,470	\$ 4,341	
Radio	\$ 96,223	\$ 91,412	\$ 4,811	
Education & training	\$ 27,312	\$ 25,946	\$ 1,366	
Gifts & memorials	\$ 2,640	\$ 2,508	\$ 132	
Dues & subscriptions	\$ 40,991	\$ 38,941	\$ 2,050	
Computer & copiers	\$ 317,434	\$ 301,562	\$ 15,872	
Books & publications	\$ 6,549	\$ 6,222	\$ 327	
Contest expenses	\$ 5,123	\$ 4,866	\$ 257	
Total on Form 990, Part II Line 43	\$ 1,037,552	\$ 985,673	\$ 51,879	\$ -