Form **990**

Department of the Treasury
Internal Revenue Service

Return of Organization Exempt From Income Tax

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

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

OMB No 1545-0047

2004

Open to Public Inspection

A For the 2004 calendar year, or tax year beginning n/a **, 2004, and ending** n/a **, 20**

B Check if applicable:
- ☑ Address change
- ☐ Name change
- ☐ Initial return
- ☐ Final return
- ☐ Amended return
- ☐ Application pending

Please use IRS label or print or type. See Specific Instructions.

C Name of organization: **COUNCIL ON AMERICAN-ISLAMIC RELATIONS, CALIFORNIA**

Number and street (or P O box if mail is not delivered to street address): **3000 SCOTT BOULEVARD** Room/suite: **STE 212**

City or town, state or country, and ZIP + 4: **SANTA CLARA CA 95054-3331**

D Employer identification number 77-0411194

E Telephone number (408) 986-9874

F Accounting method: ☑ Cash ☐ Accrual ☐ Other (specify) ▶

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

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 ▶ n/a

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

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

I Group Exemption Number ▶ n/a

G Website: ▶ www.cair-net.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.**

M Check ▶ ☐ 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 ▶ 1,314,007

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See page 18 of the instructions.)

Revenue

1	Contributions, gifts, grants, and similar amounts received:				
a	Direct public support	1a	1,184,797		
b	Indirect public support	1b			
c	Government contributions (grants)	1c			
d	**Total** (add lines 1a through 1c) (cash $ 1,184,797 noncash $)			1d	1,184,797
2	Program service revenue including government fees and contracts (from Part VII, line 93)			2	7,560
3	Membership dues and assessments			3	
4	Interest on savings and temporary cash investments			4	
5	Dividends and interest from securities			5	
6a	Gross rents	6a			
b	Less: rental expenses	6b			
c	Net rental income or (loss) (subtract line 6b from line 6a)			6c	
7	Other investment income (describe ▶)			7	

		(A) Securities		(B) Other	Line	Amount
8a	Gross amount from sales of assets other than inventory		8a			
b	Less: cost or other basis and sales expenses		8b			
c	Gain or (loss) (attach schedule)		8c			
d	Net gain or (loss) (combine line 8c, columns (A) and (B))				8d	

9	Special events and activities (attach schedule). If any amount is from **gaming**, check here ▶ ☐				
a	Gross revenue (not including $ 609,070 of contributions reported on line 1a)	9a	121,650		
b	Less: direct expenses other than fundraising expenses	9b	174,858		
c	Net income or (loss) from special events (subtract line 9b from line 9a)			9c	-53,208
10a	Gross sales of inventory, less returns and allowances	10a			
b	Less: cost of goods sold	10b			
c	Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)			10c	
11	Other revenue (from Part VII, line 103)			11	
12	**Total revenue** (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)			12	1,139,149

Expenses

13	Program services (from line 44, column (B))	13	1,108,180
14	Management and general (from line 44, column (C))	14	190,837
15	Fundraising (from line 44, column (D))	15	0
16	~~Payments to affiliates (attach schedule)~~	16	0
17	**Total expenses** (add lines 16 and 44, column (A))	17	1,209,017

Net Assets

18	Excess or (deficit) for the year (subtract line 17 from line 12)	18	-69,868
19	Net assets or fund balances at beginning of year (from line 73, column (A))	19	953,071
20	Other changes in net assets or fund balances (attach explanation)	20	-59,646
21	Net assets or fund balances at end of year (combine lines 18, 19, and 20)	21	823,557

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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 page 22 of the instructions.)

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22 Grants and allocations (attach schedule) (cash $ 63,916 noncash $)	22	63,916	63,916		
23 Specific assistance to individuals (attach schedule)	23	3,700	3,700		
24 Benefits paid to or for members (attach schedule)	24				
25 Compensation of officers, directors, etc.	25	153,216	130,234	22,982	
26 Other salaries and wages	26	333,035	283,080	49,955	
27 Pension plan contributions	27				
28 Other employee benefits	28	32,118	27,300	4,818	
29 Payroll taxes	29	143,404	121,893	21,511	
30 Professional fundraising fees	30				
31 Accounting fees	31	5,993		5,993	
32 Legal fees	32	49,192	46,907	2,285	
33 Supplies	33	21,756	18,493	3,263	
34 Telephone	34	17,794	15,125	2,669	
35 Postage and shipping	35	9,852	8,374	1,478	
36 Occupancy	36	104,691	88,987	15,704	
37 Equipment rental and maintenance	37	3,241		3,241	
38 Printing and publications	38	41,775	41,775		
39 Travel	39	29,485	29,485		
40 Conferences, conventions, and meetings	40				
41 Interest	41				
42 Depreciation, depletion, etc. (attach schedule)	42	22,816		22,816	
43 Other expenses not covered above (itemize): a Bank/Misc	43a	20,119	4,797	15,322	
b EDUCATION/LIBRARY PROGRAM/CIVIL RIGHTS, ETC	43b	72,330	72,330		
c B: ADVERTISING CAMPAIGN C: BAD DEBTS	43c	45,269	41,159	4,110	
d OUTSIDE SERVICES	43d	24,265	20,625	3,640	
e INSURANCE	43e	11,050		11,050	
44 **Total functional expenses** (add lines 22 through 43). ***Organizations completing columns (B)-(D), carry these totals to lines 13—15***	44	1,209,017	1,018,180	190,837	0

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 page 25 of the instructions.)

What is the organization's primary exempt purpose? ▶ **Combating discrimination against Islam & Muslims**

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 **Conducted 97 civil rights advocacy campaigns, assisting 519 Muslims who had suffered discrimination because of their religious practices. Made monetary grants to 18 organizations and causes, 10 awards for civic and religious activism, and 12 scholarships to university students.** (Grants and allocations $ 63,916)	356,363
b **Conducted 259 community outreach events and 79 media outreach events to educate the public about Islam and discrimination against Muslims. Initiated and contributed to 149 print articles and broadcast media events.** (Grants and allocations $)	407,272
c **Issued 23 Action Alerts in response to almost 400 hate incidents, complaints of discrimination, and civil rights violations. Participated in 110 political outreach campaigns regarding Islam. Donated educational materials (books and videos) to 864 public libraries.** (Grants and allocations $)	254,545
d **Organized 3 annual conferences throughout California attended by 3,200 people, including public officials and law enforcement personnel, Interfaith leaders, etc. The purpose was to update the public regarding the work of the organization, address civil rights concerns, and raise funds.** (Grants and allocations $)	[See Line 9b]
e Other program services (attach schedule) (Grants and allocations $)	
f **Total of Program Service Expenses** (should equal line 44, column (B), Program services) ▶	1,018,180

Part IV Balance Sheets (See page 25 of 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			382,749	45	337,490
	46 Savings and temporary cash investments				46	
	47a Accounts receivable	47a				
	b Less: allowance for doubtful accounts	47b		1,793	47c	0
	48a Pledges receivable	48a				
	b Less: allowance for doubtful accounts	48b			48c	
	49 Grants receivable				49	
	50 Receivables from officers, directors, trustees, and key employees (attach schedule)				50	
	51a Other notes and loans receivable (attach schedule)	51a				
	b Less: allowance for doubtful accounts	51b			51c	
	52 Inventories for sale or use				52	
	53 Prepaid expenses and deferred charges				53	
	54 Investments—securities (attach schedule) ▶ ☐ Cost ☐ FMV				54	
	55a Investments—land, buildings, and equipment: basis	55a				
	b Less: accumulated depreciation (attach schedule)	55b			55c	
	56 Investments—other (attach schedule)			325,000	56	325,000
	57a Land, buildings, and equipment: basis	57a	206,699			
	b Less: accumulated depreciation (attach schedule)	57b	45,632	617,451	57c	161,067
	58 Other assets (describe ▶)				58	
	59 **Total assets** (add lines 45 through 58) (must equal line 74)			1,326,993	59	823,557
Liabilities	60 Accounts payable and accrued expenses				60	
	61 Grants payable				61	
	62 Deferred revenue				62	
	63 Loans from officers, directors, trustees, and key employees (attach schedule)				63	
	64a Tax-exempt bond liabilities (attach schedule)				64a	
	b Mortgages and other notes payable (attach schedule)			373,922	64b	
	65 Other liabilities (describe ▶)				65	
	66 **Total liabilities** (add lines 60 through 65)			373,922	66	0
Net Assets or Fund Balances	**Organizations that follow SFAS 117, check here ▶** ☐ and complete lines 67 through 69 and lines 73 and 74.					
	67 Unrestricted				67	
	68 Temporarily restricted				68	
	69 Permanently restricted				69	
	Organizations that do not follow SFAS 117, check here ▶ ☑ 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			953,071	72	823,557
	73 **Total net assets or fund balances** (add lines 67 through 69 **or** lines 70 through 72; column (A) **must** equal line 19; column (B) **must** equal line 21)			953,071	73	823,557
	74 **Total liabilities and net assets / fund balances** (add lines 66 and 73)			1,326,993	74	823,557

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** (See page 27 of the instructions.)

a	Total revenue, gains, and other support per audited financial statements ▶	a	N/A
b	Amounts included on line **a** but not on line 12, Form 990:		
	(1) Net unrealized gains on investments $		
	(2) Donated services and use of facilities $		
	(3) Recoveries of prior year grants $		
	(4) Other (specify): $		
	Add amounts on lines **(1)** through **(4)** ▶	b	
c	Line **a** minus line **b** ▶	c	
d	Amounts included on line 12, Form 990 but not on line **a**:		
	(1) Investment expenses not included on line 6b, Form 990 $		
	(2) Other (specify): $		
	Add amounts on lines **(1)** and **(2)** ▶	d	
e	Total revenue per line 12, Form 990 (line **c** plus line **d**) ▶	e	

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

a	Total expenses and losses per audited financial statements ▶	a	N/A
b	Amounts included on line **a** but not on line 17, Form 990:		
	(1) Donated services and use of facilities $		
	(2) Prior year adjustments reported on line 20, Form 990 $		
	(3) Losses reported on line 20, Form 990 $		
	(4) Other (specify): $		
	Add amounts on lines **(1)** through **(4)** ▶	b	
c	Line **a** minus line **b** ▶	c	
d	Amounts included on line 17, Form 990 but not on line **a**:		
	(1) Investment expenses not included on line 6b, Form 990 $		
	(2) Other (specify): $		
	Add amounts on lines **(1)** and **(2)** ▶	d	
e	Total expenses per line 17, Form 990 (line **c** plus line **d**) ▶	e	

Part V **List of Officers, Directors, Trustees, and Key Employees** (List each one even if not compensated; see page 27 of 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	(E) Expense account and other allowances
FOUAD KHATIB 4797 CALAIS COURT, SAN JOSE CA 95124	PRESIDENT/As needed	0	0	0
RASHID AHMAD 3636 KINGSPORT WAY, SACRAMENTO CA 95826	VICE-PRESIDENT/As needed	0	0	0
DR. ASHRAF IBRAHIM 8192 ANDORA DRIVE, LA MIRADA CA 90638	TREASURER/As needed	0	0	0
OMAR AHMAD 2713 GENTRY COURT, SANTA CLARA CA 95051	BOARD MEMBER/As needed	0	0	0
HUSSAM AYLOUSH 2994 McDONALD LANE, CORONA CA 92881	EXEC DIR/SO. CALIF 60 HOURS/WEEK	71,817	1,560	0
HELAL OMEIRA 1318 HOPE DR #205, SANTA CLARA CA 95054	EXEC DIR/SF BAY AREA 60 HOURS/WEEK	55,383	8,400	0
BASIM ELKARRA 9228 CERROLINDA CIR, ELK GROVE CA 95758	EXEC DIR/SACRAMENTO 50 HOURS/WEEK*	26,016	1,407	0
	*partial year			

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? ▶ ☐ Yes ☑ No
If "Yes," attach schedule—see page 28 of the instructions.

Part VI Other Information (See page 28 of the instructions.)

			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		✓
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		✓
78a	Did the organization have unrelated business gross income of $1,000 or more during the year covered by this return?	78a	✓	
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	78b	✓	
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79		✓
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?	80a	✓	
b	If "Yes," enter the name of the organization ▶ CAIR CALIFORNIA TITLE HOLDING CORPORATION and check whether it is ☑ exempt **or** ☐ nonexempt.			
81a	Enter direct and indirect political expenditures. See line 81 instructions — 81a: 00			
b	Did the organization file **Form 1120-POL** for this year?	81b		✓
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?	82a		✓
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?	83a	✓	
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	83b	✓	
84a	Did the organization solicit any contributions or gifts that were not tax deductible?	84a		✓
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	84b		
85	*501(c)(4), (5), or (6) organizations.* **a** Were substantially all dues nondeductible by members?	85a		
b	Did the organization make only in-house lobbying expenditures of $2,000 or less?	85b		
	If "Yes" was answered to either 85a or 85b, **do not** complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.			
c	Dues, assessments, and similar amounts from members — 85c			
d	Section 162(e) lobbying and political expenditures — 85d			
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices — 85e			
f	Taxable amount of lobbying and political expenditures (line 85d less 85e) — 85f			
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	85g		
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	85h		
86	*501(c)(7) orgs.* Enter: **a** Initiation fees and capital contributions included on line 12 — 86a			
b	Gross receipts, included on line 12, for public use of club facilities — 86b			
87	*501(c)(12) orgs.* Enter: **a** Gross income from members or shareholders — 87a			
b	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.) — 87b			
88	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX	88		✓
89a	*501(c)(3) organizations.* Enter: Amount of tax imposed on the organization during the year under: section 4911 ▶ 00 ; section 4912 ▶ 00 ; section 4955 ▶ 00			
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 ▶ 00			
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization ▶ 00			
90a	List the states with which a copy of this return is filed ▶ CALIFORNIA			
b	Number of employees employed in the pay period that includes March 12, 2004 (See instructions.) — 90b: 14			
91	The books are in care of ▶ EMAD ABDELMAKSOUD, CPA Telephone no. ▶ (714) 254-0098			
	Located at ▶ 800 SOUTH BROOKHURST ST, STE 3B, ANAHEIM CA ZIP + 4 ▶ 92804-4301			
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 page 33 of the instructions.)

Note: *Enter gross amounts unless otherwise indicated.*	Unrelated business income (A) Business code	Unrelated business income (B) Amount	Excluded by section 512, 513, or 514 (C) Exclusion code	Excluded by section 512, 513, or 514 (D) Amount	(E) Related or exempt function income
93 Program service revenue:					
a ADVERTISING	511110	7,560			
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments					
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					
101 Net income or (loss) from special events					-53,208
102 Gross profit or (loss) from sales of inventory					
103 Other revenue: a					
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		7,560			-53,208

105 **Total** (add line 104, columns (B), (D), and (E)) ▶ -45,648

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 34 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).
101	**Special events featured educational speakers addressing issues related to the exempt purposes of the organization, and included solicitations of voluntary donations and pledges from those in attendance.**

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See page 34 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 P[redacted]

(a) Did the organization, during the year, receive any funds, directly or indirec[redacted]

(b) Did the organization, during the year, pay premiums, direc[redacted]

Note: *If "Yes" to **(b)**, file Form 8870 **and** Form 4720 (see instr*[redacted]

Please Sign Here

Under penalties of perjury, I declare that I have examined this return, i[redacted] and belief, it is true, correct, and complete Declaration of preparer ([redacted]

Fouad Khatib

Signature of officer

FOUAD KHATIB, PRESIDENT

Type or print name and title

Paid Preparer's Use Only

Preparer's signature ▶

Firm's name (or yours if self-employed), address, and ZIP + 4 ▶ **PlanRight/Josh Wagner**

203 Northrop Place, Santa Cru[redacted]

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Organization Exempt Under Section 501(c)(3)

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

Supplementary Information—(See separate instructions.)

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

OMB No 1545-0047

2004

Name of the organization: COUNCIL ON AMERICAN-ISLAMIC RELATIONS, CALIFORNIA

Employer identification number: 77-0411194

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
--NONE--				
Total number of other employees paid over \$50,000 . . . . . ▶				

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
--NONE--		
Total number of others receiving over \$50,000 for professional services . . . . ▶		

Part III Statements About Activities (See page 2 of the instructions.)

			Yes	No
1	During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ▶ $ ____________ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.)	1		✓
	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.			
2	During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? *(If the answer to any question is "Yes," attach a detailed statement explaining the transactions.)*			
a	Sale, exchange, or leasing of property?	2a		✓
b	Lending of money or other extension of credit?	2b		✓
c	Furnishing of goods, services, or facilities?	2c		✓
d	Payment of compensation (or payment or reimbursement of expenses if more than $1,000)? See 990, Part V	2d	✓	
e	Transfer of any part of its income or assets?	2e		✓
3a	Do you make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how you determine that recipients qualify to receive payments.)	3a	✓	
b	Do you have a section 403(b) annuity plan for your employees?	3b		✓
4a	Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?	4a	✓	
b	Do you provide credit counseling, debt management, credit repair, or debt negotiation services?	4b		✓

Part IV Reason for Non-Private Foundation Status (See pages 3 through 6 of the instructions.)

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

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

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

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

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

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

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

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

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

12 ☐ An organization that normally receives: **(1) more than 33⅓%** 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 33⅓%** 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)** 2003	**(b)** 2002	**(c)** 2001	**(d)** 2000	**(e)** Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	1,137,876	1,135,095	1,311,105	348,990	3,933,066
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose	112,250	88,000	36,000	31,000	267,250
18 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	0	102,401	36,132	14,729	153,262
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					
23 Total of lines 15 through 22	1,250,126	1,325,496	1,383,237	394,719	4,353,578
24 Line 23 minus line 17	1,137,876	1,237,496	1,347,237	363,719	4,086,328
25 Enter 1% of line 23	12,501	13,255	13,832	3,947	

26 Organizations described on lines 10 or 11: **a** Enter 2% of amount in column (e), line 24 ▶ **26a** 81,727

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 2000 through 2003 exceeded the amount shown in line 26a. **Do not file this list with your return.** Enter the total of all these excess amounts ▶ **26b** 326,385

c Total support for section 509(a)(1) test: Enter line 24, column (e) ▶ **26c** 4,086,328

d Add: Amounts from column (e) for lines: 18 153,262 19 0 22 0 26b 326,385 ▶ **26d** 479,647

e Public support (line 26c minus line 26d total) ▶ **26e** 3,606,681

f **Public support percentage (line 26e (numerator) divided by line 26c (denominator))** ▶ **26f** 88.26 %

27 Organizations described on line 12: **a** For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." **Do not file this list with your return.** Enter the sum of such amounts for each year:

(2003) .... (2002) .... (2001) .... (2000) ....

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:

(2003) .... (2002) .... (2001) .... (2000) ....

c Add: Amounts from column (e) for lines: 15 ______ 16 ______ 17 ______ 20 ______ 21 ______ ▶ **27c**

d Add: Line 27a total. ______ and line 27b total ______ ▶ **27d**

e Public support (line 27c total minus line 27d total) ▶ **27e**

f Total support for section 509(a)(2) test: Enter amount from line 23, column (e) ▶ **27f**

g **Public support percentage (line 27e (numerator) divided by line 27f (denominator))** ▶ **27g** %

h **Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))** ▶ **27h** %

28 **Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 2000 through 2003, *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.

Part V Private School Questionnaire (See page 7 of the instructions.) **THIS PAGE NOT APPLICABLE**
(To be completed ONLY by schools that checked the box on line 6 in Part IV)

			Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?	29		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?	30		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves?	31		
	If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.)			
32	Does the organization maintain the following:			
a	Records indicating the racial composition of the student body, faculty, and administrative staff?	32a		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c		
d	Copies of all material used by the organization or on its behalf to solicit contributions?	32d		
	If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.)			
33	Does the organization discriminate by race in any way with respect to:			
a	Students' rights or privileges?	33a		
b	Admissions policies?	33b		
c	Employment of faculty or administrative staff?	33c		
d	Scholarships or other financial assistance?	33d		
e	Educational policies?	33e		
f	Use of facilities?	33f		
g	Athletic programs?	33g		
h	Other extracurricular activities?	33h		
	If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)			
34a	Does the organization receive any financial aid or assistance from a governmental agency?	34a		
b	Has the organization's right to such aid ever been revoked or suspended?	34b		
	If you answered "Yes" to either 34a or b, please explain using an attached statement.			
35	Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If "No," attach an explanation	35		

Part VI-A **Lobbying Expenditures by Electing Public Charities** (See page 9 of the instructions.)
(To be completed **ONLY** by an eligible organization that filed Form 5768) **NOT APPLICABLE**

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

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred.)		(a) Affiliated group totals	(b) To be completed for ALL electing organizations
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36		
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37		
38 Total lobbying expenditures (add lines 36 and 37)	38		
39 Other exempt purpose expenditures	39		
40 Total exempt purpose expenditures (add lines 38 and 39)	40		
41 Lobbying nontaxable amount. Enter the amount from the following table—			
If the amount on line 40 is— / **The lobbying nontaxable amount is—**			
Not over $500,000 — 20% of the amount on line 40			
Over $500,000 but not over $1,000,000 — $100,000 plus 15% of the excess over $500,000			
Over $1,000,000 but not over $1,500,000 — $175,000 plus 10% of the excess over $1,000,000	41		
Over $1,500,000 but not over $17,000,000 — $225,000 plus 5% of the excess over $1,500,000			
Over $17,000,000 — $1,000,000			
42 Grassroots nontaxable amount (enter 25% of line 41)	42		
43 Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	43		
44 Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	44		

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.)

	Lobbying Expenditures During 4-Year Averaging Period				
Calendar year (or fiscal year beginning in) ▶	**(a)** 2004	**(b)** 2003	**(c)** 2002	**(d)** 2001	**(e)** Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					
47 Total lobbying expenditures					
48 Grassroots nontaxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 Grassroots lobbying expenditures					

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.)

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:	Yes	No	Amount
a Volunteers		✓	
b Paid staff or management (Include compensation in expenses reported on lines **c** through **h.**)		✓	
c Media advertisements		✓	
d Mailings to members, legislators, or the public		✓	
e Publications, or published or broadcast statements		✓	
f Grants to other organizations for lobbying purposes		✓	
g Direct contact with legislators, their staffs, government officials, or a legislative body		✓	
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means		✓	
i Total lobbying expenditures (Add lines **c** through **h.**)			

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

Part VII **Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations** (See page 11 of the instructions.)

51 *Did the reporting organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?*

		Line	Yes	No
a	Transfers from the reporting organization to a noncharitable exempt organization of:			
	(i) Cash	51a(i)		✓
	(ii) Other assets	a(ii)		✓
b	Other transactions:			
	(i) Sales or exchanges of assets with a noncharitable exempt organization	b(i)		✓
	(ii) Purchases of assets from a noncharitable exempt organization	b(ii)		✓
	(iii) Rental of facilities, equipment, or other assets	b(iii)		✓
	(iv) Reimbursement arrangements	b(iv)		✓
	(v) Loans or loan guarantees	b(v)		✓
	(vi) Performance of services or membership or fundraising solicitations	b(vi)		✓
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	c		✓

d If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization. If the organization received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received:

(a) Line no.	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements

52a Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ▶ ☑ **Yes** ☐ **No**

b If "Yes," complete the following schedule:

(a) Name of organization	(b) Type of organization	(c) Description of relationship
CAIR CALIFORNIA TITLE HOLDING CORP.	TITLE HOLDING CORP	HOLDS TITLE TO ORGANIZATION'S REAL PROPERTY

****

Form 990 - Part I - Revenue, Expenses, etc.
Line 9 - Schedule of Special Events

The organization's special events consisted of 3 evenings of dinner and educational speakers, 2 in Northern California (1,190 guests @ retail value $35 = **$41,650)** and 1 in Southern California (2,000 guests @ retail value $40 = **$80,000)**.

DESCRIPTION	NOR CALIF	SO CALIF	TOTALS
Gross Receipts	$264,489	$466,231	$730,720
Less Contributions	$222,839	$386,231	$609,070
Gross Revenue	**$41,650**	**$80,000**	$121,650
Less Direct Expenses	$58,742	$116,116	$174,858
Net Income	($17,092)	($36,116)	**($53,208)**

****

Part II - Statement of Expenses - Line 22 - Grants and Allocations

NOTE: All the following awards for civic and religious excellence were made to individuals unrelated to the organization in any way.

Grantee	Address	Purpose	Amount
Saadiq Saafir	2283 El Sereno Ave Altadena CA 91101	Muslim Activist of the Year Award	$1,000
Shereen Sabet	7445 Seasfar Dr #8 Huntington Bch CA 92648	Civic Activism 1st Place Award	$500
Bassem Shama	26902 Terri Dr Santa Clarita CA 91351	Civic Activism 2nd Place Award	$400
Sakinah Sabadia	17032 Rosebud Dr Yorba Linda CA 92886	Civic Activism 3rd Place Award	$250
Arefa Simjee	9782 Windsor Ave Westminster CA 92683	Social Activism 1st Place Award	$500
Nadia Afghani	1400 Amberwick Ln Anaheim CA 92804	Social Activism 2nd Place Award	$400
Ahmad Jubran	1124 S Evening Star Dr Anaheim CA 92806	Social Activism 3rd Place Award	$250
Ammar Kahf	13011 Doty Ave Hawthorne CA 90250	Religious Activism 1st Place Award	$500
Shareef El-Arbi	PO Box 151138 San Diego CA 92175	Religious Activism 2nd Place Award	$400
Marwa Sallam	21506 Anza Ave Torrance CA 90503	Religious Activism 3rd Place Award	$250
TOTAL			**$4,450**

****

Part II - Statement of Expenses - Line 22 - Grants and Allocations, continued

The organization made cash grants to the following organizations:

Grantee	Address	Purpose	Amount
ICUJP	215 N Marengo Ave, 3rd Fl Pasadena CA 91101	Program support	$100
Council on Amer-Islamic Relations, Dallas TX	3010 LBJ Freeway #100 Dallas TX 75234	Program support	$3,016
Progress Unity Fund	1800 North Argyle #410 Los Angeles CA 90028	Program support	$350
Council on Amer-Islamic Relations, Washington DC	453 New Jersey Ave SE Washington DC 20003	Internship program	$10,000
California Science Academy	PO Box 2635 Fullerton CA 92842	High School Islamic Educ.	$15,000
!Café Intifada!/IHC	PO Box 1664 Baldwin Park CA 91706	Program support	$250
Masjid Al-Taqwa	2181 North Lake Avenue Altadena CA 91001	Mosque contribution	$100
Calif Public Health Department	PO Box 42125 Los Angeles CA 90042	Homeless hygiene packs	$250
Rancho Alamitos Boys Basketball	11351 Dale Street Garden Grove CA 92841	Sponsorship of game	$50
Children Today	PO Box 16004 Long Beach CA 90806	Program support	$50
SCIC	759 Linden Avenue Long Beach CA 90813	Program support	$50
Masjid Al-Taqwa	1266 Bedford Avenue Brooklyn NY 11216	Mosque contribution	$1,000
Martin Luther King Celebration	PO Box 1550 Folsom CA 95763	MLK Festivities	$1,000
Japanese-Amer Citizens League, Florin Chapter	PO Box 292634 Sacramento CA 95829	Program support	$300
Council of Asian-Pacific Islanders	5665 Freeport Blvd #2 Sacramento CA 95822	Scholarship program	$700
Indus Valley American Chamber of Commerce	9235 Capemay Court Elk Grove CA 95758	Hate crime meeting	$250
Masjid AlShareef	2104 Orange Avenue Long Beach CA 90806	See below*	$1,000
Bilal Islamic Center	4016 South Central Ave Los Angeles CA 90011	See below*	$6,000
TOTAL			**$39,466**

***These two grants provided support to African-American Mosques.**

****

Part II - Statement of Expenses - Line 22 - Grants and Allocations, continued

NOTE: All the following academic scholarships were awarded to individuals unrelated to the organization in any way.

Grantee	Address	To Attend:	Amount
Zainab Cheema	3541 Split Rail Ln Ellicott City MD	Johns Hopkins University	$2,500
Waliya Lari	6016 Rickerhill Ln Austin TX 78739	University of Texas	$2,500
Uruj Perwaiz	3106 Ann Arbor Ct Sugar Land TX 77478	University of Houston	$2,500
Layalle Saad	4518 Sweetwater Ln Dr Tampa FL 33613	University of South Florida	$2,500
Samira Said	4538 N Melvina Chicago IL 60630	University of Illinois	$2,500
Raja Abdulrahim	2601 NW 23rd Blvd #140 Gainesville FL 32605	University of Florida	$2,500
Zaki Hasan	1035 Aster Ave #2115 Sunnyvale CA 94086	San Jose State University	$2,500
Samia Malik	3421 Kensington Court El Dorado Hls CA 95762	U.C.L.A. (Medicine/Biology)	$500
Samia Ghaffar	515 Sycamore Ln #206 Davis CA 95616	Univ of Calif, Davis (Bio Science)	$500
Eisha Zaid	1207 Ladera Court Davis CA 95616	Univ of Calif, Davis (Genetics)	$500
Mustafa Siddique	110 Conductor Way Folsom CA 95630	Univ of Calif, Davis (Bio Science)	$500
Sadia Ghaffar	515 Sycamore Ln #206 Davis CA 95616	U.C. Davis (Genetics, Religious Studies)	$500
Sub-total This Page			**$20,000**
Sub-total from Page 1			**$4,450**
Sub-total from Page 2			**$39,466**
GRAND TOTAL LINE 22:			**$63,916**

****
Form 990
Part I - Line 20 - Changes in Net Assets

In 2003 the organization transferred title of its Anaheim, Calif., office building/headquarters to its tax-exempt title-holding subsidiary, **CAIR CALIFORNIA TITLE HOLDING CORPORATION,** mentioned elsewhere in this return. However, the 2003 Form 990 (mistakenly) still reflected ownership of the building and the associated mortgages. That has been corrected on this year's return, through the adjustment on **Line 20.**

****
Part II - Statement of Functional Expenses
Line 23 - Specific Assistance to Individuals

The organization made a cash grant of **$600** to families unrelated to the organization. The families were in urgent need of certain basic necessities of life.

Additionally, **$3,100** was allocated on an emergency basis for families in need of support for immigration issues.

Line 23: #600 + $3,100 = $3,700.

****
Part II, Line 42 Depreciation *AND*
Part IV, Line 57b Accumulated Depreciation

Asset	Year Acqd.	Cost or Basis	Method	Life	Current Deprec.
Building Improvements	2001	$120,078	S/L	39	
Leasehold Improvements	2001	$4,300	S/L	15	
Computers & Software	2001	$18,027	S/L	5.0	
Furniture/Office Equipment	1998	$64,294	S/L	7.0	
TOTALS		**$206,699**			**$22,816**

****
Form 990 - Part IV - Balance Sheet
Line 56 - Other Investments

The organization invested funds with the North American Islamic Trust, an investment fund that makes conservative investments on behalf of Islamic organizations.

****

Form 990 - Schedule A - Part III
Line 3a - Eligibility of Scholarship Recipients

Eligibility for scholarships was based on financial need, academic merit, and community involvement. Financial need was evaluated based on applicants' written statements. Academic merit was based on reviews of the applicants' school transcripts. And a certain minimum number of community services hours was also required.

Recipients of journalism scholarships must to be pursuing an education in journalism.

****

Part III - Line 4a - Donor-Advised Funds

Donors were given the option of stipulating that their donations be used for specific educational and public outreach programs. Some of those categories of programs included:

- Civil rights campaign
- Indigenous community development (assisting African-American mosques)
- Islam in America, LA Times, and Ramadan ad campaigns, and
- Library campaign (contributing educational materials to libraries)