

Form **990**

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)

OMB No. 1545-0047

2007

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 2007 calendar year, or tax year beginning and ending

B Check if applicable:
 Address change
 Name change
 Initial return
 Termination
 Amended return
 Application pending

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

C Name of organization
FEDERATION FOR AMERICAN IMMIGRATION REFORM
 Number and street (or P.O. box if mail is not delivered to street address) Room/suite
25 MASSACHUSETTS AVE., NW 330
 City or town, state or country, and ZIP + 4
WASHINGTON, DC 20001

D Employer identification number
52-1136126

E Telephone number
(202) 328-7004

F Accounting method: Cash Accrual
 Other (specify) _____

G Website: **WWW.FAIRUS.ORG**

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

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

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 **7,669,981.**

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? **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
I Group Exemption Number **N/A**
M Check if the organization is not required to attach Sch. B (Form 990, 990-EZ, or 990-PF).

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

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

		1a		1b		1c		1d		1e	
1 Contributions, gifts, grants, and similar amounts received:											
a Contributions to donor advised funds											
b Direct public support (not included on line 1a)				5,091,985.							
c Indirect public support (not included on line 1a)						25,539.					
d Government contributions (grants) (not included on line 1a)											
e Total (add lines 1a through 1d) (cash \$ 5,117,524. noncash \$)										5,117,524.	
2 Program service revenue including government fees and contracts (from Part VII, line 93)										15,562.	
3 Membership dues and assessments											
4 Interest on savings and temporary cash investments										49,083.	
5 Dividends and interest from securities										222,155.	
6 a 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	
8 a Gross amount from sales of assets other than inventory		(A) Securities		(B) Other							
		2,236,596.		8a							
b Less: cost or other basis and sales expenses		1,796,707.		8b							
c Gain or (loss) (attach schedule)		439,889.		8c							
d Net gain or (loss). Combine line 8c, columns (A) and (B)		STMT 1								8d 439,889.	
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	
10 a 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)										29,061.	
12 Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11										5,873,274.	
13 Program services (from line 44, column (B))										3,484,495.	
14 Management and general (from line 44, column (C))										615,291.	
15 Fundraising (from line 44, column (D))										618,964.	
16 Payments to affiliates (attach schedule)										16	
17 Total expenses. Add lines 16 and 44, column (A)										4,718,750.	
18 Excess or (deficit) for the year. Subtract line 17 from line 12										1,154,524.	
19 Net assets or fund balances at beginning of year (from line 73, column (A))										9,965,772.	
20 Other changes in net assets or fund balances (attach explanation)				SEE STATEMENT 2						521,602.	
21 Net assets or fund balances at end of year. Combine lines 18, 19, and 20										11,641,898.	

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
22a Grants paid from donor advised funds (attach schedule) (cash \$ 0 noncash \$ 0) If this amount includes foreign grants, check here <input type="checkbox"/>				
22b Other grants and allocations (attach schedule) (cash \$ 5,608 noncash \$ 0) If this amount includes foreign grants, check here <input type="checkbox"/>	5,608.	5,608.	STATEMENT 4	
23 Specific assistance to individuals (attach schedule)				
24 Benefits paid to or for members (attach schedule)				
25a Compensation of current officers, directors, key employees, etc. listed in Part V-A	477,151.	392,064.	58,906.	26,181.
b Compensation of former officers, directors, key employees, etc. listed in Part V-B	0.	0.	0.	0.
c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
26 Salaries and wages of employees not included on lines 25a, b, and c	1,338,787.	973,572.	160,557.	204,658.
27 Pension plan contributions not included on lines 25a, b, and c	59,673.	36,932.	14,427.	8,314.
28 Employee benefits not included on lines 25a - 27	156,696.	89,039.	47,329.	20,328.
29 Payroll taxes	116,850.	87,637.	14,022.	15,191.
30 Professional fundraising fees				
31 Accounting fees	29,714.	21,691.	4,457.	3,566.
32 Legal fees	38,191.	6,007.	31,936.	248.
33 Supplies	37,556.	27,383.	5,652.	4,521.
34 Telephone	49,001.	35,127.	7,708.	6,166.
35 Postage and shipping	281,454.	206,040.	3,950.	71,464.
36 Occupancy	282,364.	206,125.	42,355.	33,884.
37 Equipment rental and maintenance	11,552.	8,434.	1,732.	1,386.
38 Printing and publications	590,329.	421,180.	6,776.	162,373.
39 Travel	126,509.	104,857.	13,788.	7,864.
40 Conferences, conventions, and meetings	161,175.	103,058.	56,510.	1,607.
41 Interest				
42 Depreciation, depletion, etc. (attach schedule)	22,128.	16,153.	3,320.	2,655.
43 Other expenses not covered above (itemize):				
a				
b				
c				
d				
e				
f				
g SEE STATEMENT 3	934,012.	743,588.	141,866.	48,558.
44 Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	4,718,750.	3,484,495.	615,291.	618,964.

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 \$ 968,974. ; (ii) the amount allocated to Program services \$ 661,021. ;
 (iii) the amount allocated to Management and general \$ 60,881. ; and (iv) the amount allocated to Fundraising \$ 247,072.

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? ► SEE STATEMENT 9	Program Service Expenses
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.)	(Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)
a SEE STATEMENT 5	
(Grants and allocations \$ 0.) If this amount includes foreign grants, check here ► <input type="checkbox"/>	735,686.
b SEE STATEMENT 6	
(Grants and allocations \$ 580.) If this amount includes foreign grants, check here ► <input type="checkbox"/>	673,410.
c SEE STATEMENT 7	
(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	613,807.
d SEE STATEMENT 8	
(Grants and allocations \$ 0.) If this amount includes foreign grants, check here ► <input type="checkbox"/>	575,414.
e Other program services (attach schedule) SEE STATEMENT 10	
(Grants and allocations \$ 5,028.) If this amount includes foreign grants, check here ► <input type="checkbox"/>	886,178.
f Total of Program Service Expenses (should equal line 44, column (B), Program services) ►	3,484,495.

Form 990 (2007)

Part IV Balance Sheets (See the instructions.)

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

		(A) Beginning of year		(B) End of year
Assets	45 Cash - non-interest-bearing	715,298.	45	809,390.
	46 Savings and temporary cash investments	1,071,517.	46	1,860,039.
	47 a Accounts receivable	31,386.		
	47a			
	b Less: allowance for doubtful accounts		47c	31,386.
	47b			
	48 a Pledges receivable			
	48a			
	b Less: allowance for doubtful accounts		48c	
	48b			
	49 Grants receivable		49	
	50 a Receivables from current and former officers, directors, trustees, and key employees		50a	
	b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)		50b	
	51 a Other notes and loans receivable			
	51a			
b Less: allowance for doubtful accounts		51c		
51b				
52 Inventories for sale or use		52		
53 Prepaid expenses and deferred charges	5,745.	53	124,970.	
54 a Investments - publicly-traded securities	7,771,426.	54a	8,575,286.	
STMT 12 <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV				
54 b Investments - other securities	396,000.	54b	396,000.	
STMT 11 <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV				
55 a Investments - land, buildings, and equipment: basis				
55a				
b Less: accumulated depreciation		55c		
55b				
56 Investments - other		56		
57 a Land, buildings, and equipment: basis	529,309.			
57a				
b Less: accumulated depreciation	484,263.	57c	45,046.	
57b				
58 Other assets, including program-related investments (describe OTHER ASSETS)	25,684.	58	78,507.	
59 Total assets (must equal line 74). Add lines 45 through 58	10,065,563.	59	11,920,624.	
Liabilities	60 Accounts payable and accrued expenses	99,791.	60	278,726.
	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	
	b Mortgages and other notes payable		64b	
	65 Other liabilities (describe)		65	
66 Total liabilities. Add lines 60 through 65	99,791.	66	278,726.	
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	6,448,524.	67	7,717,958.
	68 Temporarily restricted	985,924.	68	1,392,616.
	69 Permanently restricted	2,531,324.	69	2,531,324.
	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)	9,965,772.	73	11,641,898.
	74 Total liabilities and net assets/fund balances. Add lines 66 and 73	10,065,563.	74	11,920,624.

Part VI Other Information (continued)

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 Yes No 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? N/A 84a
b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible? N/A 84b
85 a 501(c)(4), (5), or (6). Were substantially all dues nondeductible by members? N/A 85a
b Did the organization make only in-house lobbying expenditures of \$2,000 or less? N/A 85b
If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.
c Dues, assessments, and similar amounts from members 85c N/A
d Section 162(e) lobbying and political expenditures 85d N/A
e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices 85e N/A
f Taxable amount of lobbying and political expenditures (line 85d less 85e) 85f N/A
g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f? N/A 85g
h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year? N/A 85h
86 501(c)(7) organizations. Enter: a Initiation fees and capital contributions included on line 12 86a N/A
b Gross receipts, included on line 12, for public use of club facilities 86b N/A
87 501(c)(12) organizations. Enter: a Gross income from members or shareholders 87a N/A
b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.) 87b N/A
88 a At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX 88a X
b At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Part XI 88b X
89 a 501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 0.; section 4912 0.; section 4955 0.
b 501(c)(3) and 501(c)(4) organizations. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction 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.
e All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction? 89e X
f All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract? 89f X
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? N/A 89g
90 a List the states with which a copy of this return is filed SEE STATEMENT 16
b Number of employees employed in the pay period that includes March 12, 2007 90b 23
91 a The books are in care of THE ORGANIZATION Telephone no. 202-328-7004
Located at 25 MASSACHUSETTS AVE., NW, #330, WASHINGTON, DC ZIP+4 20001
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)? 91b Yes No X
If "Yes," enter the name of the foreign country N/A
See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.

Part VI Other Information (continued)

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

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

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

Note: Enter gross amounts unless otherwise indicated.

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclu- sion code	(D) Amount	
93 Program service revenue:					
a ANNUAL DINNER MEETING					15,562.
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			14	49,083.	
96 Dividends and interest from securities			14	222,155.	
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			18	439,889.	
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue:					
a MAIL LIST RENTAL			15	14,404.	
b MISCELLANEOUS					14,657.
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0.		725,531.	30,219.
105 Total (add line 104, columns (B), (D), and (E))					755,750.

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

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

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
93A	ANNUAL BOARD OF ADVISORS MEETING INCLUDING REGISTRATION FOR THE CONFERENCE AND DINNER.
103B	MISCELLANEOUS INCOME GENERATED IN RELATION TO THE ORGANIZATION'S EXEMPT PURPOSE.

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

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

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

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

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

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

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

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

	(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.

	(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?

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Please Sign Here: *Julie Kirchner* Signature of officer | 6/27/08 Date
 Type or print name and title: JULIE KIRCHNER, EXECUTIVE DIRECTOR

Paid Preparer's Use Only: Preparer's signature: R H A Date: 6/25/08 Check if self-employed: Preparer's SSN or PTIN (See Gen Inst X):
 Firm's name (or yours if self-employed), address, and ZIP + 4: RAFFA, P.C. 1899 L STREET, NW, SUITE 900 WASHINGTON, DC 20036
 EIN: Phone no.: (202) 822-5000