

**Return of Organization Exempt From Income Tax**

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

Department of the Treasury  
Internal Revenue Service

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

**A** For the 2006 calendar year, or tax year beginning **OCT 1, 2006** and ending **SEP 30, 2007**

<b>B</b> Check if applicable:  <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	Please use IRS label or print or type. See Specific Instructions.	<b>C</b> Name of organization <b>NATIONAL CENTER FOR APPROPRIATE TECHNOLOGY, INC.</b>  Number and street (or P.O. box if mail is not delivered to street address) Room/suite <b>3040 CONTINENTAL DRIVE</b>  City or town, state or country, and ZIP + 4 <b>BUTTE, MT 59701</b>	<b>D</b> Employer identification number <b>81-0361047</b>  <b>E</b> Telephone number <b>406-494-4572</b>  <b>F</b> Accounting method: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) ▶
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• Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

Hand I are not applicable to section 527 organizations.

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

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

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

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

**G** Website: ▶ **WWW.NCAT.ORG**

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

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

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

**L** Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 ▶ **3,736,548.**

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

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

	<b>1</b> Contributions, gifts, grants, and similar amounts received:		
Revenue	<b>a</b> Contributions to donor advised funds	<b>1a</b>	
	<b>b</b> Direct public support (not included on line 1a)	<b>1b</b>	5,741.
	<b>c</b> Indirect public support (not included on line 1a)	<b>1c</b>	
	<b>d</b> Government contributions (grants) (not included on line 1a)	<b>1d</b>	
	<b>e</b> Total (add lines 1a through 1d) (cash \$ <u>5,741.</u> noncash \$ _____ )	<b>1e</b>	5,741.
	<b>2</b> Program service revenue including government fees and contracts (from Part VII, line 93)	<b>2</b>	3,671,031.
	<b>3</b> Membership dues and assessments	<b>3</b>	
	<b>4</b> Interest on savings and temporary cash investments	<b>4</b>	40,840.
	<b>5</b> Dividends and interest from securities	<b>5</b>	
	<b>6 a</b> Gross rents <b>SEE STATEMENT 1</b>	<b>6a</b>	1,280.
<b>b</b> Less: rental expenses <b>SEE STATEMENT 2</b>	<b>6b</b>	1,280.	
<b>c</b> Net rental income or (loss). Subtract line 6b from line 6a	<b>6c</b>	0.	
<b>7</b> Other investment income (describe ▶ _____ )	<b>7</b>		
<b>8 a</b> Gross amount from sales of assets other than inventory	(A) Securities	<b>8a</b>	
	(B) Other	<b>8b</b>	
	Less: cost or other basis and sales expenses	<b>8c</b>	
<b>d</b> Net gain or (loss). Combine line 8c, columns (A) and (B)	<b>8d</b>		
<b>9</b> Special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/>			
<b>a</b> Gross revenue (not including \$ _____ of contributions reported on line 1b)	<b>9a</b>		
<b>b</b> Less: direct expenses other than fundraising expenses	<b>9b</b>		
<b>c</b> Net income or (loss) from special events. Subtract line 9b from line 9a	<b>9c</b>		
<b>10 a</b> Gross sales of inventory, less returns and allowances	<b>10a</b>		
	<b>b</b> Less: cost of goods sold	<b>10b</b>	
<b>c</b> Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a	<b>10c</b>		
<b>11</b> Other revenue (from Part VII, line 103)	<b>11</b>	17,656.	
<b>12</b> Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11	<b>12</b>	3,735,268.	
Expenses	<b>13</b> Program services (from line 44, column (B))	<b>13</b>	3,171,949.
	<b>14</b> Management and general (from line 44, column (C))	<b>14</b>	357,917.
	<b>15</b> Fundraising (from line 44, column (D))	<b>15</b>	280.
	<b>16</b> Payments to affiliates (attach schedule)	<b>16</b>	
	<b>17</b> Total expenses. Add lines 16 and 44, column (A)	<b>17</b>	3,530,146.
Net Assets	<b>18</b> Excess or (deficit) for the year. Subtract line 17 from line 12	<b>18</b>	205,122.
	<b>19</b> Net assets or fund balances at beginning of year (from line 73, column (A))	<b>19</b>	1,023,775.
	<b>20</b> Other changes in net assets or fund balances (attach explanation)	<b>20</b>	0.
	<b>21</b> Net assets or fund balances at end of year. Combine lines 18, 19, and 20	<b>21</b>	1,228,897.

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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.

<i>Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.</i>	(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
<b>22a</b> Grants paid from donor advised funds (attach schedule) (cash \$ 0 noncash \$ 0) If this amount includes foreign grants, check here <input type="checkbox"/>				
<b>22b</b> Other grants and allocations (attach schedule) (cash \$ 0 noncash \$ 0) If this amount includes foreign grants, check here <input type="checkbox"/>				
<b>23</b> Specific assistance to individuals (attach schedule)				
<b>24</b> Benefits paid to or for members (attach schedule)				
<b>25a</b> Compensation of current officers, directors, key employees, etc. listed in Part V-A <b>STMT 4</b>	152,826.	60,698.	92,128.	0.
<b>b</b> Compensation of former officers, directors, key employees, etc. listed in Part V-B	0.	0.	0.	0.
<b>c</b> Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
<b>26</b> Salaries and wages of employees not included on lines 25a, b, and c	1,755,939.	1,671,645.	84,294.	
<b>27</b> Pension plan contributions not included on lines 25a, b, and c	61,994.	60,979.	1,015.	
<b>28</b> Employee benefits not included on lines 25a - 27	168,731.	153,137.	15,594.	
<b>29</b> Payroll taxes	187,403.	170,083.	17,320.	
<b>30</b> Professional fundraising fees				
<b>31</b> Accounting fees	13,200.		13,200.	
<b>32</b> Legal fees	623.		623.	
<b>33</b> Supplies	40,746.	36,980.	3,766.	
<b>34</b> Telephone	85,039.	77,180.	7,859.	
<b>35</b> Postage and shipping	33,981.	30,840.	3,141.	
<b>36</b> Occupancy	89,027.	80,799.	8,228.	
<b>37</b> Equipment rental and maintenance	14,254.	12,937.	1,317.	
<b>38</b> Printing and publications	46,981.	42,385.	4,346.	250.
<b>39</b> Travel	193,362.	175,491.	17,871.	
<b>40</b> Conferences, conventions, and meetings	24,093.	21,866.	2,227.	
<b>41</b> Interest	13.		13.	
<b>42</b> Depreciation, depletion, etc. (attach schedule)	40,820.	40,820.		
<b>43</b> Other expenses not covered above (itemize):				
a				
b				
c				
d				
e				
f				
g <b>SEE STATEMENT 3</b>	621,114.	536,109.	84,975.	30.
<b>44 Total functional expenses.</b> Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	3,530,146.	3,171,949.	357,917.	280.

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

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

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

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

What is the organization's primary exempt purpose? ► <b>SEE STATEMENT 5</b>	<b>Program Service Expenses</b> (Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)
All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)	
<b>a SUSTAINABLE AGRICULTURE SUSTAINABLE AGRICULTURE</b>	
_____ _____ _____ _____	
(Grants and allocations \$ _____) If this amount includes foreign grants, check here ► <input type="checkbox"/>	<b>2,107,069.</b>
<b>b SUSTAINABLE ENERGY - SEE ATTACHED SUSTAINABLE ENERGY</b>	
_____ _____ _____ _____	
(Grants and allocations \$ _____) If this amount includes foreign grants, check here ► <input type="checkbox"/>	<b>973,210.</b>
<b>c OTHER SUSTAINABLE COMMUNITIES</b>	
_____ _____ _____ _____	
(Grants and allocations \$ _____) If this amount includes foreign grants, check here ► <input type="checkbox"/>	<b>44,750.</b>
<b>d</b>	
_____ _____ _____ _____	
(Grants and allocations \$ _____) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
<b>e Other program services (attach schedule) SEE STATEMENT 6</b>	
(Grants and allocations \$ _____) If this amount includes foreign grants, check here ► <input type="checkbox"/>	<b>46,920.</b>
<b>f Total of Program Service Expenses</b> (should equal line 44, column (B), Program services) ►	<b>3,171,949.</b>

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**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
<b>Assets</b>	45 Cash - non-interest-bearing .....	15,493.	45 16,413.
	46 Savings and temporary cash investments .....	1,034,307.	46 1,288,973.
	47 a Accounts receivable .....	47a	47c
	b Less: allowance for doubtful accounts .....	47b	47c
	48 a Pledges receivable .....	48a	48c
	b Less: allowance for doubtful accounts .....	48b	48c
	49 Grants receivable .....	213,152.	49 329,617.
	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 190,796.	51c
	b Less: allowance for doubtful accounts .....	51b	51c 190,796.
	52 Inventories for sale or use .....		52
	53 Prepaid expenses and deferred charges .....	49,691.	53 99,268.
	54 a Investments - publicly-traded securities .....	<input type="checkbox"/> Cost <input type="checkbox"/> FMV	54a
	b Investments - other securities .....	<input type="checkbox"/> Cost <input type="checkbox"/> FMV	54b
	55 a Investments - land, buildings, and equipment: basis .....	55a	55c
	b Less: accumulated depreciation .....	55b	55c
	56 Investments - other .....		56
	57 a Land, buildings, and equipment: basis .....	57a 1,186,898.	57c
b Less: accumulated depreciation .....	57b 932,575.	57c 254,323.	
58 Other assets, including program-related investments (describe <b>INVESTMENT IN SUBSIDIARY</b> ) .....	7,307.	58 7,307.	
59 <b>Total assets</b> (must equal line 74). Add lines 45 through 58 .....	1,820,112.	59 2,186,697.	
<b>Liabilities</b>	60 Accounts payable and accrued expenses .....	375,254.	60 395,423.
	61 Grants payable .....		61
	62 Deferred revenue .....	414,370.	62 555,914.
	63 Loans from officers, directors, trustees, and key employees .....		63
	64 a Tax-exempt bond liabilities .....		64a
	b Mortgages and other notes payable <b>STMT 7</b> .....		64b
	65 Other liabilities (describe <b>SEE STATEMENT 8</b> ) .....	6,713.	65 6,463.
66 <b>Total liabilities.</b> Add lines 60 through 65 .....	796,337.	66 957,800.	
<b>Net Assets or Fund Balances</b>	<b>Organizations that follow SFAS 117, check here</b> <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.		
	67 Unrestricted .....	1,023,775.	67 1,228,897.
	68 Temporarily restricted .....		68
	69 Permanently restricted .....		69
	<b>Organizations that do not follow SFAS 117, check here</b> <input type="checkbox"/> and complete lines 70 through 74.		
	70 Capital stock, trust principal, or current funds .....		70
	71 Paid-in or capital surplus, or land, building, and equipment fund .....		71
	72 Retained earnings, endowment, accumulated income, or other funds .....		72
73 <b>Total net assets or fund balances.</b> Add lines 67 through 69 or lines 70 through 72. (Column (A) must equal line 19 and column (B) must equal line 21) .....	1,023,775.	73 1,228,897.	
74 <b>Total liabilities and net assets/fund balances.</b> Add lines 66 and 73 .....	1,820,112.	74 2,186,697.	

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

<b>a</b> Total revenue, gains, and other support per audited financial statements		<b>a</b>	3,863,265.
<b>b</b> Amounts included on line <b>a</b> but not on Part I, line 12:			
<b>1</b> Net unrealized gains on investments	<b>b1</b>		
<b>2</b> Donated services and use of facilities	<b>b2</b>		
<b>3</b> Recoveries of prior year grants	<b>b3</b>		
<b>4</b> Other (specify): <u>SEE STATEMENT 9</u>	<b>b4</b>	127,997.	
Add lines <b>b1</b> through <b>b4</b>		<b>b</b>	127,997.
<b>c</b> Subtract line <b>b</b> from line <b>a</b>		<b>c</b>	3,735,268.
<b>d</b> Amounts included on Part I, line 12, but not on line <b>a</b> :			
<b>1</b> Investment expenses not included on Part I, line 6b	<b>d1</b>		
<b>2</b> Other (specify): <u>RECLASS NETTED REVENUE TO EXPENSE</u>	<b>d2</b>	0.	
Add lines <b>d1</b> and <b>d2</b>		<b>d</b>	0.
<b>e</b> Total revenue (Part I, line 12). Add lines <b>c</b> and <b>d</b>		<b>e</b>	3,735,268.

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

<b>a</b> Total expenses and losses per audited financial statements		<b>a</b>	3,656,716.
<b>b</b> Amounts included on line <b>a</b> but not on Part I, line 17:			
<b>1</b> Donated services and use of facilities	<b>b1</b>		
<b>2</b> Prior year adjustments reported on Part I, line 20	<b>b2</b>		
<b>3</b> Losses reported on Part I, line 20	<b>b3</b>		
<b>4</b> Other (specify): <u>SEE STATEMENT 10</u>	<b>b4</b>	126,570.	
Add lines <b>b1</b> through <b>b4</b>		<b>b</b>	126,570.
<b>c</b> Subtract line <b>b</b> from line <b>a</b>		<b>c</b>	3,530,146.
<b>d</b> Amounts included on Part I, line 17, but not on line <b>a</b> :			
<b>1</b> Investment expenses not included on Part I, line 6b	<b>d1</b>		
<b>2</b> Other (specify): <u>SEE STATEMENT 11</u>	<b>d2</b>		
Add lines <b>d1</b> and <b>d2</b>		<b>d</b>	0.
<b>e</b> Total expenses (Part I, line 17). Add lines <b>c</b> and <b>d</b>		<b>e</b>	3,530,146.

**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
SEE STATEMENT 12		144,924.	7,901.	0.
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<b>Part V-A Current Officers, Directors, Trustees, and Key Employees</b> <i>(continued)</i>		Yes	No
<b>75 a</b> Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings ..... <span style="float: right;">16</span>			
<b>b</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) .....	75b		X
<b>c</b> 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.	75c		X
<b>d</b> Does the organization have a written conflict of interest policy? .....	75d		X

<b>Part V-B Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other Benefits</b> <small>(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.)</small>	(A) Name and address	(B) Loans and Advances	(C) Compensation (if not paid, enter -0-)	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
	NONE				
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<b>Part VI Other Information</b> <i>(See the instructions.)</i>		Yes	No
<b>76</b> Did the organization make a change in its activities or methods of conducting activities? If "Yes," attach a detailed statement of each change .....	76		X
<b>77</b> Were any changes made in the organizing or governing documents but not reported to the IRS? ..... If "Yes," attach a conformed copy of the changes.	77		X
<b>78 a</b> Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return? .....	78a		X
<b>b</b> If "Yes," has it filed a tax return on <b>Form 990-T</b> for this year? ..... <span style="float: right;">N/A</span>	78b		
<b>79</b> Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement .....	79		X
<b>80 a</b> Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization? .....	80a	X	
<b>b</b> If "Yes," enter the name of the organization <b>SEE STATEMENT 13</b> ..... _____ and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt			
<b>81 a</b> Enter direct or indirect political expenditures. (See line 81 instructions.) ..... <span style="float: right;">81a   0.</span>			
<b>b</b> Did the organization file <b>Form 1120-POL</b> for this year? .....	81b		X

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<b>Part VI Other Information</b> <i>(continued)</i>		Yes	No
<b>82 a</b>	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>X</b>
<b>b</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.) ..... <b>82b</b> <u>N/A</u>		
<b>83 a</b>	Did the organization comply with the public inspection requirements for returns and exemption applications? .....	<b>X</b>	
<b>b</b>	Did the organization comply with the disclosure requirements relating to quid pro quo contributions? .....	<b>X</b>	
<b>84 a</b>	Did the organization solicit any contributions or gifts that were not tax deductible? .....		<b>X</b>
<b>b</b>	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible? .....		
<b>85</b>	<b>501(c)(4), (5), or (6) organizations. a</b> Were substantially all dues nondeductible by members? .....		
<b>b</b>	Did the organization make only in-house lobbying expenditures of \$2,000 or less? .....		
If "Yes" was answered to either 85a or 85b, <b>do not</b> complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.			
<b>c</b>	Dues, assessments, and similar amounts from members ..... <b>85c</b> <u>N/A</u>		
<b>d</b>	Section 162(e) lobbying and political expenditures ..... <b>85d</b> <u>N/A</u>		
<b>e</b>	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices ..... <b>85e</b> <u>N/A</u>		
<b>f</b>	Taxable amount of lobbying and political expenditures (line 85d less 85e) ..... <b>85f</b> <u>N/A</u>		
<b>g</b>	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f? .....		
<b>h</b>	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? .....		
<b>86</b>	<b>501(c)(7) organizations.</b> Enter: <b>a</b> Initiation fees and capital contributions included on line 12 ..... <b>86a</b> <u>N/A</u>		
<b>b</b>	Gross receipts, included on line 12, for public use of club facilities ..... <b>86b</b> <u>N/A</u>		
<b>87</b>	<b>501(c)(12) organizations.</b> Enter: <b>a</b> Gross income from members or shareholders ..... <b>87a</b> <u>N/A</u>		
<b>b</b>	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.) ..... <b>87b</b> <u>N/A</u>		
<b>88 a</b>	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 .....	<b>X</b>	
<b>b</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 .....		<b>X</b>
<b>89 a</b>	<b>501(c)(3) organizations.</b> Enter: Amount of tax imposed on the organization during the year under: section 4911 <u>0.</u> ; section 4912 <u>0.</u> ; section 4955 <u>0.</u>		
<b>b</b>	<b>501(c)(3) and 501(c)(4) organizations.</b> 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 .....		<b>X</b>
<b>c</b>	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ..... <u>0.</u>		
<b>d</b>	Enter: Amount of tax on line 89c, above, reimbursed by the organization ..... <u>0.</u>		
<b>e</b>	<b>All organizations.</b> At any time during the tax year, was the organization a party to a prohibited tax shelter transaction? .....		<b>X</b>
<b>f</b>	<b>All organizations.</b> Did the organization acquire a direct or indirect interest in any applicable insurance contract? .....		<b>X</b>
<b>g</b>	<b>For supporting organizations and sponsoring organizations maintaining donor advised funds.</b> Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year? .....		<b>X</b>
<b>90 a</b>	List the states with which a copy of this return is filed <b>CA</b>		
<b>b</b>	Number of employees employed in the pay period that includes March 12, 2006 ..... <b>90b</b> <u>58</u>		
<b>91 a</b>	The books are in care of <b>MICHELE DAVIS, CHIEF FINANCIAL OFFI</b> Telephone no. <u>406-494-4572</u> Located at <b>NCAT, 3040 CONTINENTAL DR., BUTTE, MT</b> ZIP + 4 <u>59701</u>		
<b>b</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)? .....	<b>X</b>	
If "Yes," enter the name of the foreign country <u>N/A</u>			
See the instructions for exceptions and filing requirements for <b>Form TD F 90-22.1</b> , Report of Foreign Bank and Financial Accounts.			

Form **990** (2006)

NATIONAL CENTER FOR APPROPRIATE  
TECHNOLOGY, INC.

Form 990 (2006)

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**Part VI Other Information** (continued)

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

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

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

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

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclu- sion code	(D) Amount	
93 Program service revenue:					
a ENERGY CONSERV. SVCS.					3,616,761.
b SUPPORT SVCS. AGREEMENT					54,270.
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	40,840.	
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		
98 Net rental income or (loss) from personal property					
99 Other investment income			14		
100 Gain or (loss) from sales of assets other than inventory					
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue:					
a INTEREST ON LOC TO SUB.					
b 512 (B) (13) (A)			14	17,656.	
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0.		58,496.	3,671,031.
105 Total (add line 104, columns (B), (D), and (E))					3,729,527.

**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).
▼	SEE STATEMENT 15

**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
SEE STATEMENT 14	%			
	%			
	%			
	%			

**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).

Form 990 (2006)



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

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

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

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

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

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

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

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

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

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.

<b>Please Sign Here</b>	Signature of officer _____ Date _____ <b>KATHLEEN HADLEY, EXECUTIVE DIRECTOR</b> Type or print name and title
<b>Paid Preparer's Use Only</b>	Preparer's signature _____ Date _____ Check if self-employed <input type="checkbox"/> Preparer's SSN or PTIN (See Gen. Inst. X) _____ Firm's name (or yours if self-employed), address, and ZIP + 4 <b>ANDERSON ZURMUEHLEN &amp; CO., P.C.</b> <b>PO BOX 748</b> <b>BUTTE, MT 59703</b> EIN _____ Phone no. <b>406-782-0451</b>

**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 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

**2006**

Name of the organization **NATIONAL CENTER FOR APPROPRIATE TECHNOLOGY, INC.** Employer identification number **81 0361047**

**Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees**  
(See page 2 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
MARCIA BROWN BUTTE, MT	OPR. MGR 45.00	63,538.	3,666.	
DAVID RYAN BUTTE, MT	ENERGY ENG. 45.00	56,894.	3,499.	
DALE HORTON MISSOULA, MT	PROGRAM MGR. 50.00	74,651.	4,307.	
MICHAEL MORRIS DURHAM, NC	PROGRAM SUPV. 45.00	54,938.	3,159.	
REX DUFOUR DAVIS, CA	PROGRAM MGR. 40.00	57,997.	3,397.	
Total number of other employees paid over \$50,000	0			

**Part II-A Compensation of the Five Highest Paid Independent Contractors for Professional Services**  
(See page 2 of the instructions. List each one (whether individuals or firms). If there are none, enter "None.")

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
BOB GRAY 205 S. WHITING ST SUITE 308; ALEXANDRIA, VA 22308	CONSULTING AND ADVISORY	100,875.
Total number of others receiving over \$50,000 for professional services	0	

**Part II-B Compensation of the Five Highest Paid Independent Contractors for Other Services**  
(List each contractor who performed services other than professional services, whether individuals or firms. If there are none, enter "None." See page 2 of the instructions.)

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Total number of other contractors receiving over \$50,000 for other services	0	

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

		Yes	No
1	During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ▶ \$ _____ \$ <u>36,606.</u> (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.) <u>VI-A, LINE 38B</u> Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes" must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.	X	
2	During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is "Yes," attach a detailed statement explaining the transactions.)		
a	Sale, exchange, or leasing of property? .....		X
b	Lending of money or other extension of credit? .....		X
c	Furnishing of goods, services, or facilities? .....		X
d	Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)? <b>SEE PART V-A, FORM 990</b> .....	X	
e	Transfer of any part of its income or assets? .....		X
3 a	Did the organization make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments.) .....		X
b	Did the organization have a section 403(b) annuity plan for its employees? .....		X
c	Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If "Yes," attach a detailed statement .....		X
d	Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services? .....		X
4 a	Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g .....		X
b	Did the organization make any taxable distributions under section 4966? .....		N/A
c	Did the organization make a distribution to a donor, donor advisor, or related person? .....		N/A
d	Enter the total number of donor advised funds owned at the end of the tax year .....		N/A
e	Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year .....		N/A
f	Enter the total number of separate funds or accounts owned at the end of the year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts .....		0.
g	Enter the aggregate value of assets in all funds or accounts included on line 4f at the end of the tax year .....		0.

**Part IV Reason for Non-Private Foundation Status** (See pages 4 through 7 of the instructions.)

I certify that the organization is not a private foundation because it is: (Please check only **ONE** applicable box.)

- 5  A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).
- 6  A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)
- 7  A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).
- 8  A federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).
- 9  A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). **Enter the hospital's name, city, and state** ▶ \_\_\_\_\_
- 10  An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)
- 11a  An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 11b  A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 12  An organization that normally receives: (1) **more than 33 1/3%** of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions - subject to certain exceptions, and (2) **no more than 33 1/3%** of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
- 13  An organization that is not controlled by any disqualified persons (other than foundation managers) and otherwise meets the requirements of section 509(a)(3). Check the box that describes the type of supporting organization:  
 Type I       Type II       Type III-Functionally Integrated       Type III-Other

**Provide the following information about the supported organizations.** (See page 7 of the instructions.)

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

- 14  An organization organized and operated to test for public safety. Section 509(a)(4). (See page 7 of the instructions.)

NATIONAL CENTER FOR APPROPRIATE

**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) 2005	(b) 2004	(c) 2003	(d) 2002	(e) Total
<b>15</b> Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	2,463,130.	2,831,024.	3,103,280.	2,492,619.	10,890,053.
<b>16</b> Membership fees received					
<b>17</b> Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose	720,349.	757,170.	1,004,639.	1,323,780.	3,805,938.
<b>18</b> Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	40,840.	25,441.	9,247.	4,955.	80,483.
<b>19</b> Net income from unrelated business activities not included in line 18	16,641.	15,883.	20,540.	19,716.	72,780.
<b>20</b> Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
<b>21</b> The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					
<b>22</b> Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					
<b>23</b> Total of lines 15 through 22	3,240,960.	3,629,518.	4,137,706.	3,841,070.	14,849,254.
<b>24</b> Line 23 minus line 17	2,520,611.	2,872,348.	3,133,067.	2,517,290.	11,043,316.
<b>25</b> Enter 1% of line 23	32,410.	36,295.	41,377.	38,411.	
<b>26 Organizations described on lines 10 or 11:</b> a Enter 2% of amount in column (e), line 24 ▶					<b>26a</b> 220,866.
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 2002 through 2005 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts ▶					<b>26b</b> 0.
c Total support for section 509(a)(1) test: Enter line 24, column (e) ▶					<b>26c</b> 11,043,316.
d Add: Amounts from column (e) for lines: 18 <u>80,483.</u> 19 <u>72,780.</u> 22 _____ 26b _____ ▶					<b>26d</b> 153,263.
e Public support (line 26c minus line 26d total) ▶					<b>26e</b> 10,890,053.
f <b>Public support percentage (line 26e (numerator) divided by line 26c (denominator))</b> ▶					<b>26f</b> 98.6122%
<b>27 Organizations described on line 12:</b> a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." Do not file this list with your return. Enter the sum of such amounts for each year: <b>N/A</b> (2005) _____ (2004) _____ (2003) _____ (2002) _____					
b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11b, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year: <b>N/A</b> (2005) _____ (2004) _____ (2003) _____ (2002) _____					
c Add: Amounts from column (e) for lines: 15 _____ 16 _____ 17 _____ 20 _____ 21 _____ ▶					<b>27c</b> N/A
d Add: Line 27a total _____ and line 27b total _____ ▶					<b>27d</b> N/A
e Public support (line 27c total minus line 27d total) ▶					<b>27e</b> N/A
f Total support for section 509(a)(2) test: Enter amount on line 23, column (e) ▶					<b>27f</b> N/A
g <b>Public support percentage (line 27e (numerator) divided by line 27f (denominator))</b> ▶					<b>27g</b> N/A %
h <b>Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))</b> ▶					<b>27h</b> N/A %

**28 Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 2002 through 2005, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15.

NONE

**Part V Private School Questionnaire** (See page 9 of the instructions.)

N/A

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

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

**Part VI-A Lobbying Expenditures by Electing Public Charities** (See page 10 of the instructions.)

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

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

<b>Limits on Lobbying Expenditures</b> (The term "expenditures" means amounts paid or incurred.)		(a) Affiliated group totals	(b) To be completed for all electing organizations
		<b>N/A</b>	
<b>36</b> Total lobbying expenditures to influence public opinion (grassroots lobbying) .....	<b>36</b>		0.
<b>37</b> Total lobbying expenditures to influence a legislative body (direct lobbying) .....	<b>37</b>		36,606.
<b>38</b> Total lobbying expenditures (add lines 36 and 37) .....	<b>38</b>		36,606.
<b>39</b> Other exempt purpose expenditures .....	<b>39</b>		3,492,389.
<b>40</b> Total exempt purpose expenditures (add lines 38 and 39) .....	<b>40</b>		3,528,995.
<b>41</b> Lobbying nontaxable amount. Enter the amount from the following table -			
<b>If the amount on line 40 is -</b>	<b>The lobbying nontaxable amount is -</b>		
Not over \$500,000 .....	20% of the amount on line 40 .....		
Over \$500,000 but not over \$1,000,000 .....	\$100,000 plus 15% of the excess over \$500,000 .....		
Over \$1,000,000 but not over \$1,500,000 .....	\$175,000 plus 10% of the excess over \$1,000,000 .....		
Over \$1,500,000 but not over \$17,000,000 .....	\$225,000 plus 5% of the excess over \$1,500,000 .....		
Over \$17,000,000 .....	\$1,000,000 .....		
<b>42</b> Grassroots nontaxable amount (enter 25% of line 41) .....	<b>42</b>		81,613.
<b>43</b> Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36 .....	<b>43</b>		0.
<b>44</b> Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38 .....	<b>44</b>		0.

**Caution:** If there is an amount on either line 43 or line 44, you must file Form 4720.

**4-Year Averaging Period Under Section 501(h)**

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the instructions for lines 45 through 50 on page 13 of the instructions.)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
<b>45</b> Lobbying nontaxable amount .....	326,450.	354,156.	361,001.	394,587.	1,436,194.
<b>46</b> Lobbying ceiling amount (150% of line 45(e)) .....					2,154,291.
<b>47</b> Total lobbying expenditures .....	36,606.	30,986.	34,570.	29,331.	131,493.
<b>48</b> Grassroots nontaxable amount .....	81,613.	88,539.	90,250.	98,647.	359,049.
<b>49</b> Grassroots ceiling amount (150% of line 48(e)) .....					538,574.
<b>50</b> Grassroots lobbying expenditures .....			0.	0.	0.

**Part VI-B Lobbying Activity by Nonelecting Public Charities**

(For reporting only by organizations that did not complete Part VI-A) (See page 13 of the instructions.)

N/A

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:	Yes	No	Amount
<b>a</b> Volunteers .....			
<b>b</b> Paid staff or management (Include compensation in expenses reported on lines <b>c</b> through <b>h</b> .) .....			
<b>c</b> Media advertisements .....			
<b>d</b> Mailings to members, legislators, or the public .....			
<b>e</b> Publications, or published or broadcast statements .....			
<b>f</b> Grants to other organizations for lobbying purposes .....			
<b>g</b> Direct contact with legislators, their staffs, government officials, or a legislative body .....			
<b>h</b> Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means .....			
<b>i</b> Total lobbying expenditures (Add lines <b>c</b> through <b>h</b> .) .....			0.

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





FORM 990	RENTAL INCOME	STATEMENT	1
KIND AND LOCATION OF PROPERTY		ACTIVITY NUMBER	GROSS RENTAL INCOME
BUILDING & EQUIPMENT RENT 512(B)(13)(A)		1	1,280.
TOTAL TO FORM 990, PART I, LINE 6A			1,280.

FORM 990	RENTAL EXPENSES	STATEMENT	2
DESCRIPTION	ACTIVITY NUMBER	AMOUNT	TOTAL
BUILDING AND EQUIPMENT RENT EXPENSE - SUBSIDIARY & OTHER		1,280.	
- SUBTOTAL -	1		1,280.
TOTAL TO FORM 990, PART I, LINE 6B			1,280.

FORM 990	OTHER EXPENSES			STATEMENT	3
DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING	
PROGRAM COSTS - SUBCONTRACTS AND EQUIPMENT	420,356.	420,356.			
PROGRAM COSTS - COMMUNITY AND OUTREACH	46,127.	46,127.			
MISCELLANEOUS OVERHEAD	69,626.	69,626.			
MISCELLANEOUS GENERAL AND ADMINISTRATIVE LOBBYING	48,399. 36,606.		48,369. 36,606.		30.
TOTAL TO FM 990, LN 43	621,114.	536,109.	84,975.		30.

FORM 990 OFFICER COMPENSATION ALLOCATION STATEMENT 4  
PART II, LINE 25A

NAME OF OFFICER, ETC.	COMPENSATION	EMPLOYEE BEN. PLANS	EXPENSE ACCOUNTS	TOTALS
KATHLEEN HADLEY	78,760.	4,343.		83,103.
A. PROGRAM SERVICES	47,933.			47,933.
B. MANAGEMENT AND GENERAL	30,827.			30,827.
C. FUNDRAISING				

NAME OF OFFICER, ETC.	COMPENSATION	EMPLOYEE BEN. PLANS	EXPENSE ACCOUNTS	TOTALS
MICHELE DAVIS	66,164.	3,558.		69,722.
A. PROGRAM SERVICES	12,776.			12,776.
B. MANAGEMENT AND GENERAL	53,388.			53,388.
C. FUNDRAISING				

TOTAL PROGRAM SERVICES				60,709.
TOTAL MANAGEMENT AND GENERAL				84,215.
TOTAL FUNDRAISING				
TOTAL OFFICER, ETC., COMPENSATION INCLUDED ON PART II, LINE 25A				144,924.

FORM 990 STATEMENT OF ORGANIZATION'S PRIMARY EXEMPT PURPOSE STATEMENT 5  
PART III

EXPLANATION

HELPING PEOPLE BY CHAMPIONING SMALL-SCALE, LOCAL, & SUSTAINABLE SOLUTIONS TO REDUCE POVERTY, PROMOTE HEALTHY, COMMUNITIES, & PROTECT NATURAL RESOURCES.

FORM 990

OTHER PROGRAM SERVICES

STATEMENT 6

DESCRIPTION OF OTHER PROGRAM SERVICES	GRANTS AND ALLOCATIONS	EXPENSES
SEE SCHEDULE IA	0.	46,920.
TOTAL TO FORM 990, PART III, LINE E		46,920.

FORM 990 OTHER NOTES AND LOANS PAYABLE STATEMENT 7

LENDER'S NAME TERMS OF REPAYMENT  
 FIRST CITIZENS BANK  
 DATE OF NOTE MATURITY DATE ORIGINAL LOAN AMOUNT INTEREST RATE  
 02/ /05 0. 6.50%  
 SECURITY PROVIDED BY BORROWER PURPOSE OF LOAN  
 REAL PROPERTY  
 RELATIONSHIP OF LENDER

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

TOTAL INCLUDED ON FORM 990, PART IV, LINE 64, COLUMN B

FORM 990 OTHER LIABILITIES STATEMENT 8

DESCRIPTION	AMOUNT
DUE TO MEBC - REFUNDABLE DEPOSIT	6,463.
TOTAL TO FORM 990, PART IV, LINE 65, COLUMN B	6,463.

FORM 990 OTHER REVENUE NOT INCLUDED ON FORM 990 STATEMENT 9

DESCRIPTION	AMOUNT
CONSOLIDATED SUBSIDIARY REVENUE AND ELIMINATIONS	127,997.
CONSOLIDATED SUBSIDIARY NET LOSS (GAIN)	
TOTAL TO FORM 990, PART IV-A	127,997.

FORM 990 OTHER EXPENSES NOT INCLUDED ON FORM 990 STATEMENT 10

DESCRIPTION	AMOUNT
CONSOLIDATED SUBSIDIARY AND ELIMINATIONS	126,570.
TOTAL TO FORM 990, PART IV-B	126,570.

FORM 990 OTHER EXPENSES INCLUDED ON FORM 990 STATEMENT 11

DESCRIPTION	AMOUNT
RECLASS NETTED REVENUE TO EXPENSE ROUNDING	0.
TOTAL TO FORM 990, PART IV-B	

FORM 990 PART V-A - LIST OF CURRENT OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES STATEMENT 12

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN-SATION	EMPLOYEE BEN CONTRIB	PLAN EXPENSE ACCOUNT
GEORGE ORTIZ 5303 SPAIN AVENUE SANTA ROSA, CA 95409	CHAIRMAN 0.00	0.	0.	0.
GENE BRADY P.O. BOX 1127 WILKES-BARRE, PA 18703-1127	VICE-CHAIRMAN 0.00	0.	0.	0.
BRIAN CASTELLI 1200 18TH STREET NW, SUITE 900 WASHINGTON, DC 20036	TREASURER 0.00	0.	0.	0.
JEANNIE JERTSON 4123 E. AGAVE ROAD PHOENIX, AR 85044	SECRETARY 0.00	0.	0.	0.
DR. ALLEN C. BJERGO 829 WEBER BUTTE TRAIL CORVALLIS, MT 59828	MEMBER 0.00	0.	0.	0.

CHARLES EBERDT 1322 N. STATE STREET BELLINGHAM, WA 98225	MEMBER 0.00	0.	0.	0.
MARGARET KROME 2524 CHAMBERLAIN AVENUE MADISON, WI 53705	MEMBER 0.00	0.	0.	0.
ART NOONAN 1621 WHITMAN BUTTE, MT 59701	MEMBER 0.00	0.	0.	0.
JOHN T. BROWN, JR. 10 FOX RIGDE ROAD STAMFORD, CT 06903	MEMBER 0.00	0.	0.	0.
MARY HARRIS 501 SLATERS LANE ALEXANDRIA, VA 22314	MEMBER 0.00	0.	0.	0.
RANDALL CHAPMAN 815 BRAZOS, SUITE 1100 AUSTIN, TX 78701	MEMBER 0.00	0.	0.	0.
MARICELA GALLEGOS 9770 DIABLO VISTA AVE. GALT, CA 95632-9026	MEMBER 0.00	0.	0.	0.
DR. ANDREW DENNIS MCBRIDE 23 EAST AVENUE MILFORD, CT 06460	MEMBER 0.00	0.	0.	0.
KATHLEEN HADLEY 3040 CONTINENTAL DRIVE BUTTE, MT 59701	EXECUTIVE DIRECTOR 50.00	78,760.	4,343.	0.
MICHELE DAVIS 3040 CONTINENTAL DRIVE BUTTE, MT 59701	CHIEF FINANCIAL OFFICER 50.00	66,164.	3,558.	0.
JACQUELINE HUTCHINSON 929 NORTH SPRING ST. LOUIS, MO 63108	MEMBER 0.00	0.	0.	0.
CAROL WERNER 122 C STREET NW, SUITE 630 WASHINGTON, DC 20001-2109	MEMBER 0.00	0.	0.	0.
TOTALS INCLUDED ON FORM 990, PART V-A		<u>144,924.</u>	<u>7,901.</u>	<u>0.</u>

FORM 990

IDENTIFICATION OF RELATED ORGANIZATIONS  
PART VI, LINE 80B

STATEMENT 13

NAME OF ORGANIZATION

EXEMPT

NONEXEMPT

NEW HORIZON TECHNOLOGIES, INC. - 100% OWNED  
SUBSIDIARY

X

FORM 990 PART IX - INFORMATION REGARDING TAXABLE SUBSIDIARIES AND DISREGARDED ENTITIES STATEMENT 14

NAME OF CORPORATION, PARTNERSHIP OR DISREGARDED ENTITY

NEW HORIZON TECHNOLOGIES, INC., 3040 CONTINENTAL DR., BUTTE, MT 59701

ADDRESS

EMPLOYER ID NUMBER	PERCENT OWNED	NATURE OF ACTIVITIES	TOTAL INCOME	END-OF-YEAR ASSETS
81-0432101	100.00%	ENERGY CONSERVATION CONSULTANT		

FORM 990 PART VIII - RELATIONSHIP OF ACTIVITIES TO ACCOMPLISHMENT OF EXEMPT PURPOSES STATEMENT 15

LINE	EXPLANATION OF RELATIONSHIP OF ACTIVITIES
93A&103B&93C	ENERGY CONSERVATION BY IDENTIFYING OPPORTUNITIES IN COMMERCIAL, INSTITUTIONAL, AND RESIDENTIAL BUILDINGS. THIS RELATES TO NCAT'S EXEMPT PURPOSE TO PROMOTE ENERGY CONSERVATION.
93B	RELATES TO NCAT'S EXEMPT PURPOSE TO PROMOTE APPROPRIATE TECHNOLOGIES ORIGINATES FROM 100%-OWNED SUBSIDIARY, WHOSE PRIMARY ACTIVITIES ARE SUBSTANTIALLY RELATED TO NCAT'S EXEMPT PURPOSE.



National Center for Appropriate Technology, Inc.  
81-0361047  
Schedule IA  
2006 Form 990, Part III Statement of Program Service Accomplishments  
Fiscal Year 2007

### **Sustainable Agriculture Program**

NCAT's largest project is our Appropriate Technology Transfer for Rural Areas (ATTRA) project. Staff working on ATTRA provided 26,606 responses to people and organizations requesting help with technical information on sustainable agricultural practices in Fiscal Year 2007. The website at [www.attra.ncat.org](http://www.attra.ncat.org) allows direct electronic access to high demand materials as well as regularly updated briefs on its home page. During the year, the site received more than 2.9 million unique visitors and more than 1 million publications were downloaded off the site. The website features daily news flashes on sustainable agriculture, an "asks an expert" section, and a more user-friendly design. Two issues of the ATTRA newsletter "ATTRAnews" reached over 8,000 farmers and information providers by mail. NCAT project staff traveled to workshops, conferences, and meetings throughout the country, reaching states. They promoted ATTRA's free services, provided technical information through workshops and presentations, and met directly with farmers, extensionists, and researchers. Staff completed workshops, exhibitions, conferences, speaking engagements and other appearances in 28 locations reaching more than 3,900 participants from 38 states.

### **Assisting Farmers Rebuild a Regional Food System in Gulf Coast States.**

In 2007, NCAT continued a Gulf Coast agricultural producer and market development initiative focused on Mississippi, Louisiana, and Alabama, with partners in the public, private, non-profit and academic sector. This project helps to build the capacity of partners to regenerate and establish new parts of the regional food system in disaster-affected Gulf States. It has leveraged resources through networking and coordinating activities for the shared goal of developing and diversifying producers' crops and markets in the region. In 2007, through training sessions and a farming and marketing tour day, NCAT helped producers increase their capacity to diversify their crops and marketing approaches. This can lead to better management of risks posed by future weather-related challenges. Our work led to an increase in the number of producers who are vendors for various direct markets, including farmers markets, and several trainees adopted new farming and marketing practices for the 2007 season.

### **Low-Income Energy Program**

The Low-Income Home Energy Assistance Program (LIHEAP) Clearinghouse is funded by a training and technical assistance contract from the U.S. Department of Health and Human Services. This year NCAT staff responded to more than 20,000 questions on low-income energy assistance and weatherization issues from LIHEAP providers (states, tribes and local agencies); others interested in low-income energy issues, and individuals seeking help with energy bills.

Questions mainly deal with:

- Where low-income households can apply for LIHEAP,
- Improving the management and delivery of low-income energy services, and
- How states and local agencies can leverage additional low-income energy program resources to supplement federal funds.

The Clearinghouse Internet website at [www.ncat.org/liheap](http://www.ncat.org/liheap) provides information on a wide range of low-income energy issues, including each state's "low-income energy profile" that details all low-income energy assistance and energy efficiency programs available, as well as a low-income energy news page. During 2005, the website averaged 55,000 visitors per month. The Clearinghouse also publishes "LIHEAP Networker", a newsletter that is published four times per year.

#### National Energy Assistance Referral Project (NEAR)

NCAT's NEAR project is a free service that provides people with information about where to apply for energy assistance that they need to keep the heat and lights on. NCAT developed and maintains a nation-wide database that includes all of the energy assistance resources available in any community across the country. More than 50,000 phone calls and emails were answered by our staff this year from people calling our toll-free phone, looking for help with their energy bills.

#### Small Business Energy Efficiency Program

In fiscal year 2007, NCAT offered small businesses, commercial and government building owners opportunities to improve their energy efficiency. NCAT offers education, energy audits and develops specific project conservation opportunity analysis for building owners. In 2007, these efforts resulted in electrical energy savings of 6,392,550 kWh/year in Montana.

#### Clean Energy Projects

NCAT also offered consumers in Montana and Arkansas an electronic information resource on clean energy technologies, our Montana Green Power website ([www.montanagreenpower.org](http://www.montanagreenpower.org)) and the Arkansas Renewable Energy website ([www.ArkansasRenewableEnergy.org](http://www.ArkansasRenewableEnergy.org)), which together had more than 200,000 visits this past year. NCAT offered homeowners and builders technical assistance, trainings and incentives to save electricity in new homes built to Energy Star standards in Montana. The trainings focused on how to identify opportunities to incorporate energy conservation, efficiencies and renewable energy technologies in new buildings.

#### Farm Energy

In FY 2007, NCAT staff provided farm energy trainings to 1,902 people in NCAT sponsored workshops in North Carolina, Virginia, Florida and Massachusetts. NCAT also worked closely with seven agricultural organizations in these states to increase their technical capacities to provide farm energy assistance to their constituents. In addition, NCAT completed a series of biodiesel workshops in Montana and North Carolina for farmers interested in learning more about energy crops and on farm production of biodiesel fuels.

#### Other Program Services

NCAT's other program services relate to affordable housing, limited resource farm training projects and energy conservation and efficiency activities for homes, and businesses. NCAT provides technical assistance to nongovernmental organizations, farm groups, local community action agencies, federal and state government agencies, and public universities to assist in energy conservation programs and sustainable agriculture. It maintains numerous project websites supporting sustainable practices in agriculture, energy and communities ([www.ncat.org](http://www.ncat.org)).

National Center for Appropriate Technology  
 81-0361047  
**Schedule IV-A Supporting Depreciation Schedule**  
 2006 Form 990

	<u>30-Sep-06</u>	<u>Additions</u>	<u>Dispositions</u>	<u>30-Sep-07</u>
Fixed Assets	\$ 1,183,557	\$ 7,732	\$ (4,391)	\$ 1,186,898
Accumulated Depreciation	<u>(892,539)</u>	<u>(40,820)</u>	<u>784</u>	<u>(932,575)</u>
Net Fixed Assets	<u>\$ 291,018</u>	<u>\$ (33,088)</u>	<u>\$ (3,607)</u>	<u>\$ 254,323</u>