

Return of Organization Exempt From Income Tax

2008

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.

Open to Public Inspection

For the 2008 calendar year, or tax year beginning 2008, and ending

Form header section containing B (Check if applicable), D (Employer identification number), E (Telephone number), F (Name and address of principal officer), G (Gross receipts), H(a) (Is this a group return for affiliates?), H(b) (Are all affiliates included?), I (Tax-exempt status), J (Website), K (Type of organization), L (Year of formation), M (State of legal domicile).

Part I Summary

Table with columns for Activities & Governance, Revenue, Expenses, and Net Assets or Fund Balances. Rows include mission statement, revenue breakdown, expenses, and net assets.

Part II Signature Block

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge. Signature of officer: ANTONY MURIGU, PRESIDENT. Date: 8/20/09.

Preparer's information section including Preparer's signature (JOSEPH E. MATRANGA), Date (8/18/09), Firm's name (MATRANGA & RILEY, AN ACCOUNTANCY CORPORATION), EIN (20-1147648), and Phone number ((858) 558-8100).

May the IRS discuss this return with the preparer shown above? (see instructions) [X] Yes [] No

SCANNED SEP 7 2009

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Part III Statement of Program Service Accomplishments (see instructions)

1 Briefly describe the organization's mission
SEE SCHEDULE O

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? SEE SCHEDULE O [X] Yes [] No

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? [] Yes [X] No

4 Describe the exempt purpose achievements for each of the organization's three largest program services by expenses Section 501(c)(3) and 501(c)(4) organizations and section 4947(a)(1) trusts are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported

4a (Code: []) (Expenses \$ 522,313. including grants of \$) (Revenue \$ 1,899,195.)
THE ORGANIZATION HELPS TO REDUCE THE INCIDENCE OF PERSONAL BANKRUPTCY BY ASSISTING LOW-INCOME INDIVIDUALS AND FAMILIES WITH THEIR FINANCIAL PROBLEMS THROUGH NEGOTIATING WITH THEIR CREDITORS. THE ORGANIZATION ASSISTS APPROXIMATELY 4,345 INDIVIDUALS.

4b (Code: []) (Expenses \$ 877,849. including grants of \$) (Revenue \$ 290,965.)
THE ORGANIZATION EDUCATES THE PUBLIC ABOUT PERSONAL MONEY MANAGEMENT SKILLS AND ASSISTS LOW-INCOME INDIVIDUALS AND FAMILIES WITH THEIR FINANCIAL PROBLEMS THROUGH COUNSELING AND BUDGET PLANNING. THE ORGANIZATION ASSISTS APPROXIMATELY 10,640 INDIVIDUALS.

4c (Code: []) (Expenses \$ 19,951. including grants of \$) (Revenue \$)
THE ORGANIZATION OFFERS FORCLOSURE PREVENTION AND LOSS MITIGATION COUNSELING TO ANY INDIVIDUAL WITH A CURRENT OR EXPECTED DELINQUENT MORTGAGE SITUATION. THE ORGANIZATION ASSISTS APPROXIMATELY 12 INDIVIDUALS.

4d Other program services. (Describe in Schedule O.)

(Expenses \$ including grants of \$) (Revenue \$)

4e Total program service expenses ▶ \$ 1,420,113. (Must equal Part IX, Line 25, column (B))

Part IV Checklist of Required Schedules

	Yes	No
1 Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? If 'Yes,' complete Schedule A	X	
2 Is the organization required to complete Schedule B, Schedule of Contributors?	X	
3 Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? If 'Yes,' complete Schedule C, Part I		X
4 Section 501(c)(3) organizations Did the organization engage in lobbying activities? If 'Yes,' complete Schedule C, Part II		X
5 Section 501(c)(4), 501(c)(5), and 501(c)(6) organizations. Is the organization subject to the section 6033(e) notice and reporting requirement and proxy tax? If 'Yes,' complete Schedule C, Part III		
6 Did the organization maintain any donor advised funds or any accounts where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? If 'Yes,' complete Schedule D, Part I		X
7 Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas or historic structures? If 'Yes,' complete Schedule D, Part II		X
8 Did the organization maintain collections of works of art, historical treasures, or other similar assets? If 'Yes,' complete Schedule D, Part III		X
9 Did the organization report an amount in Part X, line 21; serve as a custodian for amounts not listed in Part X, or provide credit counseling, debt management, credit repair, or debt negotiation services? If 'Yes,' complete Schedule D, Part IV	X	
10 Did the organization hold assets in term, permanent, or quasi-endowments? If 'Yes,' complete Schedule D, Part V		X
11 Did the organization report an amount in Part X, lines 10, 12, 13, 15, or 25? If 'Yes,' complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable	X	
12 Did the organization receive an audited financial statement for the year for which it is completing this return that was prepared in accordance with GAAP? If 'Yes,' complete Schedule D, Parts XI, XII, and XIII	X	
13 Is the organization a school described in section 170(b)(1)(A)(ii)? If 'Yes,' complete Schedule E		X
14a Did the organization maintain an office, employees, or agents outside of the U.S.?		X
b Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, and program service activities outside the U.S.? If 'Yes,' complete Schedule F, Part I		X
15 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? If 'Yes,' complete Schedule F, Part II		X
16 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? If 'Yes,' complete Schedule F, Part III		X
17 Did the organization report more than \$15,000 on Part IX, column (A), line 11e? If 'Yes,' complete Schedule G, Part I		X
18 Did the organization report more than \$15,000 total on Part VIII, lines 1c and 8a? If 'Yes,' complete Schedule G, Part II		X
19 Did the organization report more than \$15,000 on Part VIII, line 9a? If 'Yes,' complete Schedule G, Part III		X
20 Did the organization operate one or more hospitals? If 'Yes,' complete Schedule H		X
21 Did the organization report more than \$5,000 on Part IX, column (A), line 1? If 'Yes,' complete Schedule I, Parts I and II		X
22 Did the organization report more than \$5,000 on Part IX, column (A), line 2? If 'Yes,' complete Schedule I, Parts I and III		X
23 Did the organization answer 'Yes' to Part VII, Section A, questions 3, 4, or 5? If 'Yes,' complete Schedule J	X	
24a Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, and that was issued after December 31, 2002? If 'Yes,' answer questions 24b-24d and complete Schedule K. If 'No,' go to question 25		X
b Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?		
c Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?		
d Did the organization act as an 'on behalf of' issuer for bonds outstanding at any time during the year?		
25a Section 501(c)(3) and 501(c)(4) organizations. Did the organization engage in an excess benefit transaction with a disqualified person during the year? If 'Yes,' complete Schedule L, Part I		X
b Did the organization become aware that it had engaged in an excess benefit transaction with a disqualified person from a prior year? If 'Yes,' complete Schedule L, Part I		X
26 Was a loan to or by a current or former officer, director, trustee, key employee, highly compensated employee, or disqualified person outstanding as of the end of the organization's tax year? If 'Yes,' complete Schedule L, Part II	X	
27 Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, or substantial contributor, or to a person related to such an individual? If 'Yes,' complete Schedule L, Part III		X

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Part IV Checklist of Required Schedules (continued)

	Yes	No
28 During the tax year, did any person who is a current or former officer, director, trustee, or key employee		
a Have a direct business relationship with the organization (other than as an officer, director, trustee, or employee), or an indirect business relationship through ownership of more than 35% in another entity (individually or collectively with other person(s) listed in Part VII, Section A)? <i>If 'Yes,' complete Schedule L, Part IV</i>	X	
b Have a family member who had a direct or indirect business relationship with the organization? <i>If 'Yes,' complete Schedule L, Part IV</i>		X
c Serve as an officer, director, trustee, key employee, partner, or member of an entity (or a shareholder of a professional corporation) doing business with the organization? <i>If 'Yes,' complete Schedule L, Part IV</i>	X	
29 Did the organization receive more than \$25,000 in non-cash contributions? <i>If 'Yes,' complete Schedule M</i>		X
30 Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? <i>If 'Yes,' complete Schedule M</i>		X
31 Did the organization liquidate, terminate, or dissolve and cease operations? <i>If 'Yes,' complete Schedule N, Part I</i>		X
32 Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? <i>If 'Yes,' complete Schedule N, Part II</i>		X
33 Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? <i>If 'Yes,' complete Schedule R, Part I</i>		X
34 Was the organization related to any tax-exempt or taxable entity? <i>If 'Yes,' complete Schedule R, Parts II, III, IV, and V, line 1</i>		X
35 Is any related organization a controlled entity within the meaning of section 512(b)(13)? <i>If 'Yes,' complete Schedule R, Part V, line 2</i>		X
36 Section 501(c)(3) organizations. Did the organization make any transfers to an exempt non-charitable related organization? <i>If 'Yes,' complete Schedule R, Part V, line 2</i>		X
37 Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? <i>If 'Yes,' complete Schedule R, Part VI</i>		X

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Part V Statements Regarding Other IRS Filings and Tax Compliance

		Yes	No
1a	Enter the number reported in Box 3 of form 1096, Annual Summary and Transmittal of U.S. Information Returns. Enter -0- if not applicable		
1b	Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable		
1c	Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?		X
2a	Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return		
2b	If at least one is reported on line 2a, did the organization file all required federal employment tax returns? Note. If the sum of lines 1a and 2a is greater than 250, you may be required to <i>e-file</i> this return (see instructions)	X	
3a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?		X
3b	If 'Yes,' has it filed a Form 990-T for this year? If 'No,' provide an explanation in Schedule O		
4a	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)?		X
4b	If 'Yes,' enter the name of the foreign country: See the instructions for exceptions and filing requirements for Form TD F 90-22.1 , Report of Foreign Bank and Financial Accounts		
5a	Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?		X
5b	Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?		X
5c	If 'Yes,' to question 5a or 5b, did the organization file Form 8886-T, Disclosure by Tax-Exempt Entity Regarding Prohibited Tax Shelter Transaction?		
6a	Did the organization solicit any contributions that were not tax deductible?		X
6b	If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not deductible?		
7	Organizations that may receive deductible contributions under section 170(c).		
7a	Did the organization provide goods or services in exchange for any quid pro quo contribution of more than \$75?		X
7b	If 'Yes,' did the organization notify the donor of the value of the goods or services provided?		
7c	Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?		X
7d	If 'Yes,' indicate the number of Forms 8282 filed during the year		
7e	Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?		X
7f	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?		X
7g	For all contributions of qualified intellectual property, did the organization file Form 8899 as required?		X
7h	For all contributions of cars, boats, airplanes, and other vehicles, did the organization file a Form 1098-C as required?		X
8	Section 501(c)(3) and other sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations. Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		
9	Section 501(c)(3) and other sponsoring organizations maintaining donor advised funds.		
9a	Did the organization make any taxable distributions under section 4966?		
9b	Did the organization make any distribution to a donor, donor advisor, or related person?		
10	Section 501(c)(7) organizations. Enter		
10a	Initiation fees and capital contributions included on Part VIII, line 12		
10b	Gross Receipts, included on Form 990, Part VIII, line 12, for public use of club facilities		
11	Section 501(c)(12) organizations. Enter		
11a	Gross income from other members or shareholders		
11b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)		
12a	Section 4947(a)(1) non-exempt charitable trusts. Is the organization filing Form 990 in lieu of Form 1041?		
12b	If 'Yes,' enter the amount of tax-exempt interest received or accrued during the year		

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Part VI Governance, Management and Disclosure (Sections A, B, and C request information about policies not required by the Internal Revenue Code.)

Section A. Governing Body and Management

For each 'Yes' response to lines 2-7b below, and for a 'No' response to lines 8 or 9b below, describe the circumstances, processes, or changes in Schedule O See instructions

		Yes	No
1a	Enter the number of voting members of the governing body		
1b	Enter the number of voting members that are independent		
2	Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee or key employee? SEE SCHEDULE O	X	
3	Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors or trustees, or key employees to a management company or other person?		X
4	Did the organization make any significant changes to its organizational documents since the prior Form 990 was filed?		X
5	Did the organization become aware during the year of a material diversion of the organization's assets?		X
6	Does the organization have members or stockholders?		X
7a	Does the organization have members, stockholders, or other persons who may elect one or more members of the governing body?		X
7b	Are any decisions of the governing body subject to approval by members, stockholders, or other persons?		X
8	Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following. SEE SCHEDULE O		
8a	a The governing body?	X	
8b	b Each committee with authority to act on behalf of the governing body?		X
9a	Does the organization have local chapters, branches, or affiliates?		X
9b	b If 'Yes,' does the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with those of the organization?		
10	Was a copy of the Form 990 provided to the organization's governing body before it was filed? All organizations must describe in Schedule O the process, if any, the organization uses to review the Form 990 SEE SCHEDULE O		X
11	Is there any officer, director or trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If 'Yes,' provide the names and addresses in Schedule O		X

Section B. Policies

		Yes	No
12a	Does the organization have a written conflict of interest policy? If 'No,' go to line 13	X	
12b	b Are officers, directors or trustees, and key employees required to disclose annually interests that could give rise to conflicts?	X	
12c	c Does the organization regularly and consistently monitor and enforce compliance with the policy? If 'Yes,' describe in Schedule O how this is done SEE SCHEDULE O	X	
13	Does the organization have a written whistleblower policy?	X	
14	Does the organization have a written document retention and destruction policy?	X	
15	Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision:		
15a	a The organization's CEO, Executive Director, or top management official?	X	
15b	b Other officers of key employees of the organization? SEE SCHEDULE O Describe the process in Schedule O (see instructions)	X	
16a	Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?		X
16b	b If 'Yes,' has the organization adopted a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and taken steps to safeguard the organization's exempt status with respect to such arrangements?		

Section C. Disclosures

- 17 List the states with which a copy of this Form 990 is required to be filed ▶ CA
- 18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (501(c)(3)s only) available for public inspection. Indicate how you make these available. Check all that apply
 Own website Another's website Upon request
- 19 Describe in Schedule O whether (and if so, how) the organization makes its governing documents, conflict of interest policy, and financial statements available to the public. SEE SCHEDULE O
- 20 State the name, physical address, and telephone number of the person who possesses the books and records of the organization
 ▶ ANTONY MURIGU 8665 GIBBS DRIVE #100 SAN DIEGO CA 92123 (888) 285-7624

Part VIII Statement of Revenue

			(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514	
CONTRIBUTIONS, GIFTS, GRANTS AND OTHER SIMILAR AMOUNTS	1 a Federated campaigns	1 a					
	b Membership dues	1 b					
	c Fundraising events	1 c					
	d Related organizations	1 d					
	e Government grants (contributions)	1 e					
	f All other contributions, gifts, grants, and similar amounts not included above	1 f 290,965.					
	g Noncash contribns included in lns 1a-1f:	\$					
	h Total. Add lines 1a-1f		290,965.				
PROGRAM SERVICE REVENUE	2 a BUDGET PLAN FEES	Business Code	1,899,195.	1,899,195.			
	b -----						
	c -----						
	d -----						
	e -----						
	f All other program service revenue						
	g Total. Add lines 2a-2f		1,899,195.				
	OTHER REVENUE	3 Investment income (including dividends, interest and other similar amounts)					
4 Income from investment of tax-exempt bond proceeds							
5 Royalties							
6 a Gross Rents		(i) Real	(ii) Personal				
		b Less: rental expenses					
		c Rental income or (loss)					
d Net rental income or (loss)							
7 a Gross amount from sales of assets other than inventory		(i) Securities	(ii) Other				
		b Less cost or other basis and sales expenses					
		c Gain or (loss)					
d Net gain or (loss)							
8 a Gross income from fundraising events (not including \$ _____ of contributions reported on line 1c). See Part IV, line 18		a					
		b Less direct expenses	b				
		c Net income or (loss) from fundraising events					
9 a Gross income from gaming activities See Part IV, line 19		a					
		b Less direct expenses	b				
	c Net income or (loss) from gaming activities						
10 a Gross sales of inventory, less returns and allowances	a						
	b Less cost of goods sold	b					
	c Net income or (loss) from sales of inventory						
Miscellaneous Revenue	Business Code						
11 a -----							
	b -----						
	c -----						
	d All other revenue						
	e Total. Add lines 11a-11d						
12 Total Revenue. Add lines 1h, 2g, 3, 4, 5, 6d, 7d, 8c, 9c, 10c, and 11e			2,190,160.	1,899,195.	0.	0.	

Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns.

All other organizations must complete column (A) but are not required to complete columns (B), (C), and (D).

<i>Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.</i>	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the U S See Part IV, line 21				
2 Grants and other assistance to individuals in the U S See Part IV, line 22				
3 Grants and other assistance to governments, organizations, and individuals outside the U S See Part IV, lines 15 and 16				
4 Benefits paid to or for members				
5 Compensation of current officers, directors, trustees, and key employees	110,612.	0.	110,612.	0.
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1) and persons described in section 4958(c)(3)(B))	0.	0.	0.	0.
7 Other salaries and wages	702,941.	476,584.	226,357.	
8 Pension plan contributions (include section 401(k) and section 403(b) employer contributions)	7,041.	1,472.	5,569.	
9 Other employee benefits	40,614.	23,962.	16,652.	
10 Payroll taxes	70,375.	41,521.	28,854.	
11 Fees for services (non-employees)				
a Management				
b Legal	33,310.		33,310.	
c Accounting	24,657.		24,657.	
d Lobbying				
e Prof fundraising svcs See Part IV, ln 17				
f Investment management fees				
g Other	120,169.	96,135.	24,034.	
12 Advertising and promotion	55,868.	55,868.		
13 Office expenses	73,427.	58,742.	14,685.	
14 Information technology	19,756.	19,756.		
15 Royalties				
16 Occupancy	117,544.	94,035.	23,509.	
17 Travel	1,736.	1,736.		
18 Payments of travel or entertainment expenses for any federal, state, or local public officials				
19 Conferences, conventions, and meetings				
20 Interest	12,978.	12,978.		
21 Payments to affiliates				
22 Depreciation, depletion, and amortization	56,990.	44,592.	12,398.	
23 Insurance	26,369.		26,369.	
24 Other expenses. Itemize expenses not covered above. (Expenses grouped together and labeled miscellaneous may not exceed 5% of total expenses shown on line 25 below)				
a CLIENT SERVICE FEES	324,071.	324,071.		
b INTEGRANT FEES	98,486.	98,486.		
c POSTAGE AND SHIPPING	58,809.	58,809.		
d DUES AND SUBSCRIPTIONS	12,964.		12,964.	
e PRINTING AND PUBLICATIONS	11,366.	11,366.		
f All other expenses	10,083.		10,083.	
25 Total functional expenses. Add lines 1 through 24f	1,990,166.	1,420,113.	570,053.	0.
26 Joint Costs. Check here <input type="checkbox"/> if following SOP 98-2. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation				

Part X Balance Sheet

		(A) Beginning of year		(B) End of year	
ASSETS	1 Cash – non-interest-bearing	112,817.	1	490,124.	
	2 Savings and temporary cash investments		2		
	3 Pledges and grants receivable, net		3		
	4 Accounts receivable, net		4		
	5 Receivables from current and former officers, directors, trustees, key employees, or other related parties. Complete Part II of Schedule L	12,388.	5	12,388.	
	6 Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) Complete Part II of Schedule L		6		
	7 Notes and loans receivable, net		7		
	8 Inventories for sale or use		8		
	9 Prepaid expenses and deferred charges		9		
	10a Land, buildings, and equipment cost basis	10a 361,887.			
	b Less: accumulated depreciation Complete Part VI of Schedule D	10b 224,135.	81,425.	10c	137,752.
	11 Investments – publicly-traded securities		11		
	12 Investments – other securities See Part IV, line 11		12		
	13 Investments – program-related. See Part IV, line 11		13		
	14 Intangible assets		14		
	15 Other assets See Part IV, line 11	16,845.	15	17,190.	
16 Total assets Add lines 1 through 15 (must equal line 34)	223,475.	16	657,454.		
LIABILITIES	17 Accounts payable and accrued expenses		17		
	18 Grants payable		18		
	19 Deferred revenue		19		
	20 Tax-exempt bond liabilities		20		
	21 Escrow account liability Complete Part IV of Schedule D	95,381.	21	339,366.	
	22 Payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons Complete Part II of Schedule L		22		
	23 Secured mortgages and notes payable to unrelated third parties		23		
	24 Unsecured notes and loans payable		24		
	25 Other liabilities Complete Part X of Schedule D	94,287.	25	84,287.	
	26 Total liabilities. Add lines 17 through 25	189,668.	26	423,653.	
NET ASSETS OR FUND BALANCES	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 27 through 29 and lines 33 and 34.				
	27 Unrestricted net assets	33,807.	27	233,801.	
	28 Temporarily restricted net assets		28		
	29 Permanently restricted net assets		29		
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 30 through 34.				
	30 Capital stock or trust principal, or current funds		30		
	31 Paid-in or capital surplus, or land, building, and equipment fund		31		
	32 Retained earnings, endowment, accumulated income, or other funds		32		
	33 Total net assets or fund balances.	33,807.	33	233,801.	
	34 Total liabilities and net assets/fund balances	223,475.	34	657,454.	

Part XI Financial Statements and Reporting

- 1 Accounting method used to prepare the Form 990: Cash Accrual Other
- 2a Were the organization's financial statements compiled or reviewed by an independent accountant?
- b Were the organization's financial statements audited by an independent accountant?
- c If 'Yes' to 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant?
- 3a As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?
- b If 'Yes,' did the organization undergo the required audit or audits?

	Yes	No
2a		X
2b	X	
2c		X
3a		X
3b		

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Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)

(Complete only if you checked the box on line 5, 7, or 8 of Part I.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ▶	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
1 Gifts, grants, contributions and membership fees received. (Do not include 'unusual grants'.)						
2 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf						
3 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						
4 Total. Add lines 1-3						
5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f)						
6 Public support. Subtract line 5 from line 4						

Section B. Total Support

Calendar year (or fiscal year beginning in) ▶	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
7 Amounts from line 4						
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
9 Net income from unrelated business activities, whether or not the business is regularly carried on						
10 Other income Do not include gain or loss from the sale of capital assets (Explain in Part IV)						
11 Total support. Add lines 7 through 10						
12 Gross receipts from related activities, etc (see instructions)					12	
13 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here						<input type="checkbox"/>

Section C. Computation of Public Support Percentage

14 Public support percentage for 2008 (line 6, column (f) divided by line 11, column (f))	14	%
15 Public support percentage for 2007 Schedule A, Part IV-A, line 26f	15	%
16a 33-1/3 support test – 2008. If the organization did not check the box on line 13, and the line 14 is 33-1/3 % or more, check this box and stop here. The organization qualifies as a publicly supported organization	<input type="checkbox"/>	
b 33-1/3 support test – 2007. If the organization did not check a box on line 13, or 16a, and line 15 is 33-1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization.	<input type="checkbox"/>	
17a 10%-facts-and-circumstances test – 2008. If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the 'facts-and-circumstances' test, check this box and stop here. Explain in Part IV how the organization meets the 'facts-and-circumstances' test The organization qualifies as a publicly supported organization	<input type="checkbox"/>	
b 10%-facts-and-circumstances test – 2007. If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the 'facts-and-circumstances' test, check this box and stop here. Explain in Part IV how the organization meets the 'facts-and-circumstances' test The organization qualifies as a publicly supported organization.	<input type="checkbox"/>	
18 Private foundation. If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions	<input type="checkbox"/>	

BAA

Part III Support Schedule for Organizations Described in Section 509(a)(2)

(Complete only if you checked the box on line 9 of Part I.)

Section A. Public Support

Calendar year (or fiscal yr beginning in) ▶	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
1 Gifts, grants, contributions and membership fees received (Do not include 'unusual grants'.)	5,755.	4,015.	5,265.		290,965.	306,000.
2 Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in a activity that is related to the organization's tax-exempt purpose	3,583.	7,210.	5,963.			16,756.
3 Gross receipts from activities that are not an unrelated trade or business under section 513						0.
4 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						0.
5 The value of services or facilities furnished by a governmental unit to the organization without charge						0.
6 Total. Add lines 1-5	9,338.	11,225.	11,228.	0.	290,965.	322,756.
7a Amounts included on lines 1, 2, 3 received from disqualified persons	45.	0.	0.	0.	0.	45.
b Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of 1% of the total of lines 9, 10c, 11, and 12 for the year or \$5,000	0.	0.	0.	0.	0.	0.
c Add lines 7a and 7b	45.	0.	0.	0.	0.	45.
8 Public support (Subtract line 7c from line 6.)						322,711.

Section B. Total Support

Calendar year (or fiscal yr beginning in) ▶	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
9 Amounts from line 6	9,338.	11,225.	11,228.	0.	290,965.	322,756.
10a Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources	475.	393.	741.	599.		2,208.
b Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975						0.
c Add lines 10a and 10b	475.	393.	741.	599.	0.	2,208.
11 Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on						0.
12 Other income Do not include gain or loss from the sale of capital assets (Explain in Part IV.)						0.
13 Total support. (add lns 9, 10c, 11, and 12.)						324,964.
14 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here ▶ <input type="checkbox"/>						

Section C. Computation of Public Support Percentage

15 Public support percentage for 2008 (line 8, column (f) divided by line 13, column (f))	15	99.3%
16 Public support percentage from 2007 Schedule A, Part IV-A, line 27g	16	0.0%

Section D. Computation of Investment Income Percentage

17 Investment income percentage for 2008 (line 10c, column (f) divided by line 13, column (f))	17	0.7%
18 Investment income percentage from 2007 Schedule A, Part IV-A, line 27h	18	0.0%

- 19a 33-1/3 support tests – 2008.** If the organization did not check the box on line 14, and line 15 is more than 33-1/3%, and line 17 is not more than 33-1/3%, check this box and **stop here.** The organization qualifies as a publicly supported organization ▶
- b 33-1/3 support tests – 2007.** If the organization did not check a box on line 14 or 19a, and line 16 is more than 33-1/3%, and line 18 is not more than 33-1/3%, check this box and **stop here.** The organization qualifies as a publicly supported organization ▶
- 20 Private foundation.** If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions ▶

**SCHEDULE D
(Form 990)**

Department of the Treasury
Internal Revenue Service

Supplemental Financial Statements

Attach to Form 990. To be completed by organizations that answered 'Yes' to Form 990, Part IV, lines 6, 7, 8, 9, 10, 11, or 12.

OMB No 1545-0047

2008

Open to Public Inspection

Name of the organization

DEBTWAVE CREDIT COUNSELING, INC.

Employer identification number

91-2156504

Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts Complete if the organization answered 'Yes' to Form 990, Part IV, line 6.

	(a) Donor advised funds	(b) Funds and other accounts
1 Total number at end of year		
2 Aggregate contributions to (during year)		
3 Aggregate grants from (during year)		
4 Aggregate value at end of year		

- 5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control? Yes No
- 6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds may be used only for charitable purposes and not for the benefit of the donor or donor advisor or other impermissible private benefit?? Yes No

Part II Conservation Easements Complete if the organization answered 'Yes' to Form 990, Part IV, line 7.

- 1 Purpose(s) of conservation easements held by the organization (check all that apply)
- Preservation of land for public use (e.g., recreation or pleasure) Preservation of an historically important land area
- Protection of natural habitat Preservation of certified historic structure
- Preservation of open space
- 2 Complete lines 2a-2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year

	Held at the End of the Year
a Total number of conservation easements	2a
b Total acreage restricted by conservation easements	2b
c Number of conservation easements on a certified historic structure included in (a)	2c
d Number of conservation easements included in (c) acquired after 8/17/06	2d

- 3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the taxable year ▶ _____
- 4 Number of states where property subject to conservation easement is located ▶ _____
- 5 Does the organization have a written policy regarding the periodic monitoring, inspection, violations, and enforcement of the conservation easement it holds? Yes No
- 6 Staff or volunteer hours devoted to monitoring, inspecting, and enforcing easements during the year ▶ _____
- 7 Amount of expenses incurred in monitoring, inspecting, and enforcing easements during the year ▶ \$ _____
- 8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and 170(h)(4)(B)(ii)? Yes No
- 9 In Part XIV, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets Complete if the organization answered 'Yes' to Form 990, Part IV, line 8.

- 1 a If the organization elected, as permitted under SFAS 116, not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIV, the text of the footnote to its financial statements that describes these items.
- b If the organization elected, as permitted under SFAS 116, not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items
- (i) Revenues included in Form 990, Part VIII, line 1 ▶ \$ _____
- (ii) Assets included in Form 990, Part X ▶ \$ _____
- 2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 relating to these items
- a Revenues included in Form 990, Part VIII, line 1 ▶ \$ _____
- b Assets included in Form 990, Part X ▶ \$ _____

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)

3 Using the organization's accession and other records, check any of the following that are a significant use of its collection items (check all that apply):

- a Public exhibition
- b Scholarly research
- c Preservation for future generations
- d Loan or exchange programs
- e Other _____

4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIV

5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection? Yes No

Part IV Trust, Escrow and Custodial Arrangements Complete if organization answered 'Yes' to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

1a Is the organization an agent, trustee, custodian, or other intermediary for contributions or other assets not included on Form 990, Part X? Yes No

b If 'Yes,' explain the arrangement in Part XIV and complete the following table

- c Beginning balance
- d Additions during the year
- e Distributions during the year
- f Ending balance

	Amount
1c	95,381.
1d	33,083,872.
1e	32,839,887.
1f	339,366.

2a Did the organization include an amount on Form 990, Part X, line 21? Yes No

b If 'Yes,' explain the arrangement in Part XIV **SEE PART XIV**

Part V Endowment Funds Complete if organization answered 'Yes' to Form 990, Part IV, line 10.

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance					
b Contributions					
c Investment earnings or losses					
d Grants or scholarships					
e Other expenditures for facilities and programs					
f Administrative expenses					
g End of year balance					

2 Provide the estimated percentage of the year end balance held as

- a Board designated or quasi-endowment ▶ _____ %
- b Permanent endowment ▶ _____ %
- c Term endowment ▶ _____ %

3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:

- (i) unrelated organizations
- (ii) related organizations

	Yes	No
3a(i)		
3a(ii)		
3b		

b If 'Yes' to 3a(ii), are the related organizations listed as required on Schedule R?

4 Describe in Part XIV the intended uses of the organization's endowment funds

Part VI Investments—Land, Buildings, and Equipment. See Form 990, Part X, line 10.

Description of investment	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Depreciation	(d) Book Value
1a Land				
b Buildings				
c Leasehold improvements				
d Equipment		200,838.	143,114.	57,724.
e Other		161,049.	81,021.	80,028.
Total. Add lines 1a-1e (Column (d) should equal Form 990, Part X, column (B), line 10(c))				137,752.

BAA

Part XI Reconciliation of Change in Net Assets from Form 990 to Financial Statements

1	Total revenue (Form 990, Part VIII, column (A), line 12)		2,190,160.
2	Total expenses (Form 990, Part IX, column (A), line 25)		1,990,166.
3	Excess or (deficit) for the year Subtract line 2 from line 1		199,994.
4	Net unrealized gains (losses) on investments		
5	Donated services and use of facilities		
6	Investment expenses		
7	Prior period adjustments		
8	Other (Describe in Part XIV)		
9	Total adjustments (net). Add lines 4-8		
10	Excess or (deficit) for the year per financial statements Combine lines 3 and 9		199,994.

Part XII Reconciliation of Revenue per Audited Financial Statements With Revenue per Return

1	Total revenue, gains, and other support per audited financial statements	1	2,191,230.
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12		
a	Net unrealized gains on investments	2a	
b	Donated services and use of facilities	2b	
c	Recoveries of prior year grants	2c	
d	Other (Describe in Part XIV) SEE PART XIV	2d	1,070.
e	Add lines 2a through 2d	2e	1,070.
3	Subtract line 2e from line 1	3	2,190,160.
4	Amounts included on Form 990, Part VIII, line 12, but not on line 1:		
a	Investments expenses not included on Form 990, Part VIII, line 7b	4a	
b	Other (Describe in Part XIV)	4b	
c	Add lines 4a and 4b	4c	
5	Total revenue Add lines 3 and 4c. (This should equal Form 990, Part I, line 12)	5	2,190,160.

Part XIII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

1	Total expenses and losses per audited financial statements	1	2,038,166.
2	Amounts included on line 1 but not on Form 990, Part IX, line 25		
a	Donated services and use of facilities	2a	
b	Prior year adjustments	2b	
c	Losses reported on Form 990, Part IX, line 25	2c	
d	Other (Describe in Part XIV) SEE PART XIV	2d	82,821.
e	Add lines 2a through 2d	2e	82,821.
3	Subtract line 2e from line 1	3	1,955,345.
4	Amounts included on Form 990, Part IX, line 25, but not on line 1:		
a	Investments expenses not included on Form 990, Part VIII, line 7b	4a	
b	Other (Describe in Part XIV) SEE PART XIV	4b	34,821.
c	Add lines 4a and 4b	4c	34,821.
5	Total expenses. Add lines 3 and 4c (This should equal Form 990, Part I, line 18)	5	1,990,166.

Part XIV Supplemental Information

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9, Part III, lines 1a and 4, Part IV, lines 1b and 2b, Part V, line 4; Part X; Part XI, line 8, Part XII, lines 2d and 4b, and Part XIII, lines 2d and 4b.

PART IV, LINE 2B - EXPLANATION OF ESCROW ACCOUNT LIABILITY

THE ORGANIZATION MAINTAINS TRUST FUND ACCOUNTS AS PART OF THE DEBT CONSOLIDATION SERVICES IT PROVIDES TO ITS CLIENTS. MONIES ARE COLLECTED FROM A CLIENT THREE DAYS PRIOR TO THE DATE THEY ARE DUE TO THE CLIENT'S CREDITORS. AS SOON AS THESE FUNDS CLEAR, THE ORGANIZATION DISBURSES THE FUNDS TO THE CREDITORS WITHIN 24 HOURS. CLIENTS ARE ENTITLED TO REFUNDS IF THE FUNDS HAVE NOT YET BEEN DISBURSED TO CREDITORS. CLIENTS CAN TERMINATE THEIR PARTICIPATION IN THE ORGANIZATION'S SERVICES AND RECEIVE A REFUND OF ANY UNDISBURSED FUNDS. CLIENTS HAVE ONLINE ACCESS 24 HOURS A DAY, SEVEN

Part XIV Supplemental Information (continued)

PART IV, LINE 2B - EXPLANATION OF ESCROW ACCOUNT LIABILITY (CONTINUED)

DAYS A WEEK, TO VIEW THEIR ACCOUNT ACTIVITY AND TO SEE WHICH CREDITORS AND FEES HAVE BEEN PAID OUT. CLIENTS HAVE THE OPTION OF EITHER E-MAIL OR REGULAR MAIL STATEMENTS OF THEIR TRUST ACCOUNT ACTIVITY AND BALANCES.

2008

SCHEDULE D, PART XIV - SUPPLEMENTAL INFORMATION PAGE 4

CLIENT 17015

DEBTWAVE CREDIT COUNSELING, INC.

91-2156504

8/18/09

03 00PM

SCHEDULE D, PART XII, LINE 2D
OTHER REVENUE INCLUDED IN F/S BUT NOT INCLUDED ON FORM 990

REFUNDS NETTED AGAINST EXPENSES

TOTAL \$ 1,070.
\$ 1,070.

SCHEDULE D, PART XIII, LINE 2D
OTHER EXPENSES AND LOSSES PER AUDITED F/S

ACCOUNTS PAYABLE, 2008
ACCRUED EXPENSES, 2008
REFUNDS NETTED AGAINST EXPENSES

\$ 71,975.
9,776.
1,070.
TOTAL \$ 82,821.

SCHEDULE D, PART XIII, LINE 4C
OTHER REVENUE INCLUDED ON FORM 990 BUT NOT INCLUDED IN F/S

ACCOUNTS PAYABLE, 2007
ACCRUED EXPENSES, 2007
PREPAID EXPENSES, 2008

\$ 16,179.
13,642.
5,000.
TOTAL \$ 34,821.

**SCHEDULE J
(Form 990)**

Department of the Treasury
Internal Revenue Service

Compensation Information

**For certain Officers, Directors, Trustees, Key Employees, and Highest
Compensated Employees**

**Attach to Form 990. To be completed by organizations that
answered 'Yes' to Form 990, Part IV, line 23.**

OMB No 1545-0047

2008

**Open to Public
Inspection**

Name of the organization

DEBTWAVE CREDIT COUNSELING, INC.

Employer identification number

91-2156504

Part I Questions Regarding Compensation

1 a Check the appropriate box(es) if the organization provided any of the following to or for a person listed in Form 990, Part VII, Section A, line 1a. Complete Part III to provide any relevant information regarding these items

- | | |
|--|--|
| <input type="checkbox"/> First-class or charter travel | <input type="checkbox"/> Housing allowance or residence for personal use |
| <input type="checkbox"/> Travel for companions | <input type="checkbox"/> Payments for business use of personal residence |
| <input type="checkbox"/> Tax indemnification and gross-up payments | <input type="checkbox"/> Health or social club dues or initiation fees |
| <input type="checkbox"/> Discretionary spending account | <input type="checkbox"/> Personal services (e.g., maid, chauffeur, chef) |

b If line 1a is checked, did the organization follow a written policy regarding payment or reimbursement or provision of all of the expenses described above? If 'No,' complete Part III to explain

2 Did the organization require substantiation prior to reimbursing or allowing expenses incurred by all officers, directors, trustees, and the CEO/Executive Director, regarding the items checked in line 1a?

3 Indicate which, if any, of the following organization uses to establish the compensation of the organization's CEO/Executive Director. Check all that apply.

- | | |
|---|---|
| <input type="checkbox"/> Compensation committee | <input type="checkbox"/> Written employment contract |
| <input type="checkbox"/> Independent compensation consultant | <input checked="" type="checkbox"/> Compensation survey or study |
| <input checked="" type="checkbox"/> Form 990 of other organizations | <input checked="" type="checkbox"/> Approval by the board or compensation committee |

4 During the year, did any person listed in Form 990, Part VII, Section A, line 1a

a Receive a severance payment or change of control payment?

b Participate in, or receive payment from, a supplemental nonqualified retirement plan?

c Participate in, or receive payment from, an equity-based compensation arrangement?

If 'Yes' to any of 4a-c, list the persons and provide the applicable amounts for each item in Part III

Only 501(c)(3) and 501(c)(4) organizations must complete lines 5-8.

5 For persons listed in Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the revenues of

a The organization?

b Any related organization?

If 'Yes' to line 5a or 5b, describe in Part III.

6 For persons listed in Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the net earnings of

a The organization?

b Any related organization?

If 'Yes' to line 6a or 6b, describe in Part III.

7 For person listed in Form 990, Part VII, Section A, line 1a, did the organization provide any non-fixed payments not described in lines 5 and 6? If 'Yes,' describe in Part III

8 Were any amounts reported in Form 990, Part VII, paid or accrued pursuant to a contract that was subject to the initial contract exception described in Regs. section 53.4958-4(a)(3)? If 'Yes,' describe in Part III

	Yes	No
1 b		
2		
4 a		X
4 b		X
4 c		X
5 a		X
5 b		X
6 a		X
6 b		X
7		X
8		X

BAA For Privacy Act and Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule J (Form 990) 2008

SCHEDULE L
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Transactions with Interested Persons

▶ Attach to Form 990 or Form 990-EZ.
▶ To be completed by organizations that answered
'Yes' on Form 990, Part IV, line 25a, 25b, 26, 27, 28a, 28b, or 28c,
or Form 990-EZ, Part V, line 38a or 40b.

OMB No 1545-0047

2008

**Open to Public
Inspection**

Name of the organization: **DEBTWAVE CREDIT COUNSELING, INC.** Employer identification number: **91-2156504**

Part I Excess Benefit Transactions (section 501(c)(3) and section 501(c)(4) organizations only).
To be completed by organizations that answered 'Yes' on Form 990, Part IV, line 25a or 25b, or Form 990-EZ, Part V, line 40b.

1	(a) Name of disqualified person	(b) Description of transaction	(c) Corrected?	
			Yes	No

2 Enter the amount of tax imposed on the organization managers or disqualified persons during the year under section 4958 ▶ \$ _____
3 Enter the amount of tax, if any, on line 2, above, reimbursed by the organization ▶ \$ _____

Part II Loans to and/or From Interested Persons.
To be completed by organizations that answered 'Yes' on Form 990, Part IV, line 26 or Form 990-EZ, Part V, line 38a.

(a) Name of interested person and purpose	(b) Loan to or from the organization?		(c) Original principal amount	(d) Balance due	(e) In default?		(f) Approved by board or committee?		(g) Written agreement?	
	To	From			Yes	No	Yes	No	Yes	No
	ANTONY MURIGU				X	12,388.	12,388.		X	X
Total				▶ \$	12,388.					

Part III Grants or Assistance Benefitting Interested Persons.
To be completed by organizations that answered 'Yes' on Form 990, Part IV, line 27.

(a) Name of interested person	(b) Relationship between interested person and the organization	(c) Amount of grant or type of assistance

Part IV Business Transactions Involving Interested Persons.
To be completed by organizations that answered 'Yes' on Form 990, Part IV, line 28a, 28b, or 28c.

(a) Name of interested person	(b) Relationship between interested person and the organization	(c) Amount of transaction \$	(d) Description of transaction	(e) Sharing of organization's revenues?	
				Yes	No
TRIPLE THREE, INC.	A. MURIGU OWNS	25,250.	PURCHASE OF COMPUTERS		X
TRIPLE THREE, INC.	A. MURIGU OWNS	32,816.	PURCHASE OF SOFTWARE		X
TRIPLE THREE, INC.	A. MURIGU OWNS	54,250.	CONSULTING SERVICES		X
TRIPLE THREE IS 100% OWNED BY ANTONY MURIGU, PRESIDENT					X
					X

**SCHEDULE O
(Form 990)**

Supplemental Information to Form 990

OMB No 1545-0047

2008

**Open to Public
Inspection**

Department of the Treasury
Internal Revenue Service

► Attach to Form 990. To be completed by organizations to provide additional information for responses to specific questions for the Form 990 or to provide any additional information.

Name of the organization

DEBTWAVE CREDIT COUNSELING, INC.

Employer identification number

91-2156504

FORM 990, PART III, LINE 1 - ORGANIZATION MISSION

IT IS OUR COMMITMENT TO EDUCATE ON THE PROPER USE OF CREDIT THROUGH BUDGET MANAGEMENT, TO OFFER SOUND COUNSELING AND TO ASSIST CLIENTS TO REDUCE AND ELIMINATE DEBT. WE WILL ENSURE COMPLIANCE TO RELEVANT LEGAL REQUIREMENTS, ESTABLISH AND REVIEW THE QUALITY OBJECTIVES, CONTINUALLY IMPROVE OUR QMS AND IMPLEMENT ANY CHANGES TO GUARANTEE THAT OUR COMMITMENT TO CUSTOMER SATISFACTION IS ACHIEVED.

FORM 990, PART III, LINE 2 - NEW SERVICES

DUE TO THE RISING INCIDENCE OF MORTGAGE DEFAULTS, IN 2008 THE ORGANIZATION STARTED A PILOT PROJECT OFFERING FORECLOSURE PREVENTIONS AND LOSS MITIGATION COUNSELING. COUNSELING IS PROVIDED FOR FREE TO ANY INDIVIDUAL WITH A CURRENT OR EXPECTED DELINQUENT MORTGAGE SITUATION. THE ORGANIZATION IS CURRENTLY IN THE PROCESS OF APPLYING TO THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT AS A HOUSING COUNSELING AGENCY.

FORM 990, PART VI, LINE 2 - BUSINESS OR FAMILY RELATIONSHIP OF OFFICERS, DIRECT

THE ORGANIZATION'S PRESIDENT, ANTONY MURIGU, AND ITS TREASURER, JOHN CASARIETTI, HAVE BOTH BEEN INVESTORS AND OFFICERS IN THE SAME COMPANIES.

FORM 990, PART VI, LINE 8 - EXPLANATION OF NO CONTEMPORANEOUSLY DOCUMENTATION OF MEETINGS

ALL BOARD MEETINGS ARE CONTEMPORANEOUSLY DOCUMENTED. THE ORGANIZATION HAD NO COMMITTEES SO QUESTION B IS NOT APPLICABLE.

FORM 990, PART VI, LINE 10 - FORM 990 REVIEW PROCESS

THE BOARD OF DIRECTORS AND THE ACCOUNTING TEAM MEET TO REVIEW AND COMPARE THE AUDITED FINANCIAL STATEMENTS, THE INTERNALLY-PREPARED FINANCIAL STATEMENTS AND THE FORM 990. ALL QUESTIONS AND DISCREPANCIES ARE REVIEWED AND DISCUSSED AND THE CPA FIRM IS CONSULTED ON ANY UNRESOLVED QUESTIONS AND CONCERNS.

Name of the organization

DEBTWAVE CREDIT COUNSELING, INC.

Employer identification number

91-2156504

FORM 990, PART VI, LINE 12C - EXPLANATION OF MONITORING AND ENFORCEMENT OF C

THE ORGANIZATION'S MANAGERS DISCUSS ALL CONFLICTS OF INTEREST AT ITS QUARTERLY MANAGEMENT REVIEW MEETINGS. THE BOARD OF DIRECTORS MONITORS THE CONFLICT OF INTEREST POLICY BY DISCUSSING POSSIBLE CONFLICTS AT ITS QUARTERLY BOARD MEETINGS. THE BOARD ENFORCES THE POLICY BY HAVING MEMBERS ABSTAIN FROM ANY VOTE WHERE THERE IS A CONFLICT OR POSSIBLE CONFLICT OF INTEREST.

FORM 990, PART VI, LINE 15B - COMPENSATION REVIEW & APPROVAL PROCESS FOR OFFICERS & KEY EMPLOYEE:

COMPENSATION IS DETERMINED BASED ON INDUSTRY STANDARDS AND COMPARABLE SALARY INFORMATION AS REPORTED BY SALARY.COM AND AADMO.ORG, WHICH IS A SITE THAT COMPILES DATA OF EXECUTIVE COMPENSATION OF NON-PROFIT ORGANIZATIONS.

FORM 990, PART VI, LINE 19 - OTHER ORGANIZATION DOCUMENTS PUBLICLY AVAILABLE

ALL GOVERNING DOCUMENTS, POLICIES AND FINANCIAL STATEMENTS ARE AVAILABLE FOR REVIEW AT THE ORGANIZATION'S SAN DIEGO, CALIFORNIA OFFICE DURING WEEKDAYS FROM 7 AM TO 6 PM. COPIES ARE AVAILABLE AT NO CHARGE TO INDIVIDUALS WHO REQUEST THEM IN PERSON. COPIES ARE PROVIDED FOR A NOMINAL CHARGE TO PERSONS WHO CONTACT THE ORGANIZATION BY PHONE, E-MAIL OR REGULAR MAIL AND REQUEST A COPY BE MAILED TO THEM.

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STMT. OF FUNCTIONAL EXPENSES (990)
OTHER

CONSULTING

	\$	120,169.
TOTAL	\$	<u>120,169.</u>

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DEBTWAVE CREDIT COUNSELING, INC.

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**FORM 990, PART IX, LINE 24
OTHER EXPENSES**

	(A)	(B)	(C)	(D)
	TOTAL	PROGRAM SERVICES	MANAGEMENT & GENERAL	FUNDRAISING
BUSINESS MEALS	5,982.		5,982.	
CLIENT SERVICE FEES	324,071.	324,071.		
DUES AND SUBSCRIPTIONS	12,964.		12,964.	
INTEGRANT FEES	98,486.	98,486.		
PAYROLL FEES	2,364.		2,364.	
PENSION ADMINISTRATION	1,737.		1,737.	
POSTAGE AND SHIPPING	58,809.	58,809.		
PRINTING AND PUBLICATIONS	11,366.	11,366.		
TOTAL	\$ 515,779.	\$ 492,732.	\$ 23,047.	\$ 0.

**SCHEDULE A, PART III, LINE 7A
RECEIVED FROM DISQUALIFIED PERSONS**

PERSONS	2004	2005	2006	2007	2008
ANTONY MURIGU	45.	0.	0.	0.	0.
TOTAL	\$ 45.	\$ 0.	\$ 0.	\$ 0.	\$ 0.

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NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS PCT	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP_DEPR	PRIOR DEC BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR.								
FORM 990/990-PF																								
FURNITURE AND FIXTURES																								
4	FURNITURE	1/25/02		2,048							2,048	1,775	200DB	HY	7	.08930	183							
5	FURNITURE	2/15/02		5,067							5,067	4,388	200DB	HY	7	.08930	452							
8	FURNITURE	4/02/02		601							601	521	200DB	HY	7	.08930	54							
9	DESK	5/31/02		908							908	786	200DB	HY	7	.08930	81							
10	FURNITURE	6/28/02		1,076							1,076	932	200DB	HY	7	.08930	96							
11	FURNITURE	8/28/02		929							929	805	200DB	HY	7	.08930	83							
12	FURNITURE	11/22/02		12,372							12,372	10,716	200DB	HY	7	.08930	1,105							
18	FISH TANK AND SETUP	4/25/03		2,066							2,066	1,604	200DB	HY	7	.08920	184							
23	FURNITURE	1/20/04		16,929							16,929	11,640	200DB	HY	7	.08930	1,512							
24	FURNITURE	1/27/04		8,452							8,452	5,812	200DB	HY	7	.08930	755							
25	FURNITURE	12/31/04		16,879							16,879	11,606	200DB	HY	7	.08930	1,507							
TOTAL FURNITURE AND FIXTURE													67,327	0	0	0	0	0	67,327	50,585				6,012

MACHINERY AND EQUIPMENT

MACHINERY AND EQUIPMENT																	
1	COMPUTER SYSTEM	4/01/02		18,926							18,926	18,926	200DB	HY	5		0
3	PHONE SYSTEM	1/02/02		5,743							5,743	4,973	200DB	HY	7	.08930	513
6	PHONE SYSTEM	2/19/02		5,257							5,257	4,552	200DB	HY	7	.08930	469
7	FAX MACHINE	2/22/02		985							985	853	200DB	HY	7	.08930	88
13	DIGITAL STORAGE	4/02/03		3,555							3,555	3,352	200DB	HY	5	.05760	203
14	COMPUTER	5/05/03		1,955							1,955	1,842	200DB	HY	5	.05760	113
15	COMPUTER	6/03/03		2,007							2,007	1,890	200DB	HY	5	.05760	117
16	COMPUTER - SERVER	9/05/03		2,260							2,260	2,129	200DB	HY	5	.05760	131
17	COMPUTER	11/10/03		1,107							1,107	1,044	200DB	HY	5	.05760	63

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NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS PCT.	CUR 179 BONUS	SPECIAL DEPR ALLOW.	PRIOR 179/ BONUS/ SP_DEPR	PRIOR DEC BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR.		
19	PHONE SYSTEM	1/02/03		2,952							2,952	2,294	200DB	HY	7	.08920	263	
20	PHONE SYSTEM	2/11/03		980							980	761	200DB	HY	7	.08920	87	
21	PHONE SYSTEM	4/09/03		1,640							1,640	1,274	200DB	HY	7	.08920	146	
22	PHONE SYSTEM	5/19/03		1,552							1,552	1,206	200DB	HY	7	.08920	138	
26	PHONE SYSTEM	2/02/04		31,138							31,138	25,757	200DB	HY	5	.11520	3,587	
27	COMPUTER	5/06/04		900							900	745	200DB	HY	5	.11520	104	
28	COMPUTER	6/08/04		649							649	538	200DB	HY	5	.11520	75	
29	EDUCATIONAL EQUIPMENT	10/29/04		2,129							2,129	1,761	200DB	HY	5	.11520	245	
31	TELEPHONE SYSTEM	2/02/05		1,990							1,990	1,417	200DB	HY	5	.11520	229	
33	COMPUTER	1/19/05		18,668							18,668	13,292	200DB	HY	5	.11520	2,151	
34	COMPUTER	2/18/05		8,946							8,946	6,370	200DB	HY	5	.11520	1,031	
35	COMPUTER	5/12/05		4,770							4,770	3,396	200DB	HY	5	.11520	550	
36	COMPUTER	6/08/05		1,532							1,532	1,090	200DB	HY	5	.11520	176	
37	COMPUTER	8/09/05		695							695	494	200DB	HY	5	.11520	80	
38	COMPUTER	9/20/05		5,882							5,882	4,187	200DB	HY	5	.11520	677	
39	SECURITY CAMERA	10/11/05		5,085							5,085	3,620	200DB	HY	5	.11520	586	
40	COMPUTER	2/16/06		2,887							2,887	1,501	200DB	HY	5	.19200	554	
43	COMPUTER	11/06/07		2,950							2,950	148	200DB	MQ	5	.38000	1,121	
44	COMPUTER	12/19/07		32,438							32,438	1,623	200DB	MQ	5	.38000	12,334	
45	COMPUTER	1/14/08		13,000							13,000		200DB	HY	5	.20000	2,600	
46	COMPUTER	2/01/08		12,250							12,250		200DB	HY	5	.20000	2,450	
47	COMPUTER	11/26/08		5,990							5,990		200DB	HY	5	.20000	1,198	
TOTAL MACHINERY AND EQUIPME											200,838	111,035						32,079
MISCELLANEOUS											0	0						0

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NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR ALLOW.	PRIOR 179/ BONUS/ SP_DEPR	PRIOR DEC. BAL DEPR.	SALVAG /BASIS REDUCT	DEPR BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.		
2	SOFTWARE	3/18/02		2,276							2,276	2,276	200DB	HY	3	0		
30	SOFTWARE	4/13/04		1,200							1,200	992	200DB	HY	5	138		
32	SOFTWARE	2/18/05		1,199							1,199	854	200DB	HY	5	138		
41	SOFTWARE	5/11/07		5,270							5,270	1,318	200DB	MQ	5	1,581		
42	SOFTWARE	11/06/07		1,700							1,700	85	200DB	MQ	5	646		
48	SOFTWARE	1/11/08		15,695							15,695		200DB	HY	5	3,119		
49	SOFTWARE	5/22/08		4,270							4,270		200DB	HY	5	854		
50	SOFTWARE	6/17/08		1,980							1,980		200DB	HY	5	396		
51	SOFTWARE	5/26/08		7,135							7,135		200DB	HY	5	1,427		
52	SOFTWARE	7/02/08		3,545							3,545		200DB	HY	5	709		
53	SOFTWARE	7/14/08		1,240							1,240		200DB	HY	5	248		
54	SOFTWARE	7/23/08		9,125							9,125		200DB	HY	5	1,825		
55	SOFTWARE	7/25/08		2,815							2,815		200DB	HY	5	563		
56	SOFTWARE	8/25/08		4,755							4,755		200DB	HY	5	951		
57	SOFTWARE	8/28/08		13,150							13,150		200DB	HY	5	2,630		
58	SOFTWARE	9/26/08		2,815							2,815		200DB	HY	5	563		
59	SOFTWARE	9/30/08		6,996							6,996		200DB	HY	5	1,399		
60	SOFTWARE	11/17/08		1,288							1,288		200DB	HY	5	258		
61	SOFTWARE	11/26/08		3,193							3,193		200DB	HY	5	639		
62	SOFTWARE	12/16/08		4,075							4,075		200DB	HY	5	815		
TOTAL MISCELLANEOUS											93,722	0	0	0	0	0	5,525	18,899
TOTAL DEPRECIATION											361,887	0	0	0	0	0	167,145	56,990
GRAND TOTAL DEPRECIATION											361,887	0	0	0	0	0	167,145	56,990