Form **990** — Department of the Treasury, Internal Revenue Service

Return of Organization Exempt From Income Tax

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

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

OMB No. 1545-0047 — **2006** — **Open to Public Inspection**

A For the 2006 calendar year, or tax year beginning 06/01 **, 2006, and ending** 05/31/2007

B Check if applicable: [ ] Address change [ ] Name change [ ] Initial return [ ] Final return [ ] Amended return [ ] Application pending

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

C Name of organization: CONSUMERS UNION OF UNITED STATES, INC.

Number and street (or P.O. box if mail is not delivered to street address) / Room/suite: 101 TRUMAN AVENUE

City or town, state or country, and ZIP + 4: YONKERS, NY 10703-1057

D Employer identification number 13-1776434

E Telephone number (914)378-2000

F Accounting method: [ ] Cash [X] Accrual [ ] Other (specify) ▶

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

H and I are not applicable to section 527 organizations.

H(a) Is this a group return for affiliates? [ ] Yes [X] No

H(b) If "Yes," enter number of affiliates ▶

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

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

I Group Exemption Number ▶

G Website: ▶ WWW.CONSUMERREPORTS.ORG

J Organization type (check only one) ▶ [X] 501(c) (03) ◀ (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.

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

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 345,813,758.

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

COPY FOR PUBLIC INSPECTION

Revenue	1	Contributions, gifts, grants, and similar amounts received:				
	a	Contributions to donor advised funds	1a			
	b	Direct public support (not included on line 1a)	1b	12,420,557.		
	c	Indirect public support (not included on line 1a)	1c	18,785.		
	d	Government contributions (grants) (not included on line 1a)	1d	252,347.		
	e	**Total** (add lines 1a through 1d) (cash $ 12,371,707. noncash $ 319,982.)			1e	12,691,689.
	2	Program service revenue including government fees and contracts (from Part VII, line 93)			2	207,990,273.
	3	Membership dues and assessments			3	
	4	Interest on savings and temporary cash investments			4	3,067,992.
	5	Dividends and interest from securities			5	2,651,323.
	6 a	Gross rents	6a			
	b	Less: rental expenses	6b			
	c	Net rental income or (loss). Subtract line 6b from line 6a			6c	
	7	Other investment income (describe ▶)			7	

		(A) Securities		(B) Other
8 a	Gross amount from sales of assets other than inventory	111,545,554.	8a	NONE
b	Less: cost or other basis and sales expenses	109,517,573.	8b	
c	Gain or (loss) (attach schedule)	2,027,981.	8c	NONE

Revenue	d	Net gain or (loss). Combine line 8c, columns (A) and (B)			8d	2,027,981.
	9	Special events and activities (attach schedule). If any amount is from **gaming,** check here ▶ [ ]				
	a	Gross revenue (not including $ NONE of contributions reported on line 1b) STMT 19	9a	7,281,353.		
	b	Less: direct expenses other than fundraising expenses	9b	3,529,902.		
	c	Net income or (loss) from special events. Subtract line 9b from line 9a			9c	3,751,451.
	10 a	Gross sales of inventory, less returns and allowances	10a			
	b	Less: cost of goods sold	10b			
	c	Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a			10c	
	11	Other revenue (from Part VII, line 103)			11	585,574.
	12	**Total revenue.** Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11			12	232,766,283.
Expenses	13	Program services (from line 44, column (B))			13	189,595,719.
	14	Management and general (from line 44, column (C))			14	24,876,065.
	15	Fundraising (from line 44, column (D))			15	5,314,009.
	16	Payments to affiliates (attach schedule)			16	
	17	**Total expenses**. Add lines 16 and 44, column (A)			17	219,785,793.
Net Assets	18	Excess or (deficit) for the year. Subtract line 17 from line 12			18	12,980,490.
	19	Net assets or fund balances at beginning of year (from line 73, column (A))			19	87,488,692.
	20	Other changes in net assets or fund balances (attach explanation) STMT 20 STMT 21			20	-2,393,171.
	21	Net assets or fund balances at end of year. Combine lines 18, 19, and 20			21	98,076,011.

For Privacy Act and Paperwork Reduction Act Notice, see the separate instructions. Form **990** (2006)

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

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22a Grants paid from donor advised funds (attach schedule) (cash $ ______ noncash $ ______) If this amount includes foreign grants, check here ▶ ☐	22a				
22b Other grants and allocations (attach schedule) (cash $ 254,000. noncash $ ______) If this amount includes foreign grants, check here ▶ ☒	22b	254,000.	254,000.	STMT 22	
23 Specific assistance to individuals (attach schedule)	23				
24 Benefits paid to or for members (attach schedule)	24				
25a Compensation of current officers, directors, key employees, etc. listed in Part V-A (attach schedule)	25a	1,191,176.		1,167,205.	23,971.
b Compensation of former officers, directors, key employees, etc. listed in Part V-B (attach schedule)	25b				
c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)	25c				
26 Salaries and wages of employees not included on lines 25a, b, and c	26	51,014,304.	42,815,508.	7,172,078.	1,026,718.
27 Pension plan contributions not included on lines 25a, b, and c	27	6,350,054.	5,207,260.	1,012,093.	130,701.
28 Employee benefits not included on lines 25a - 27	28	6,904,627.	5,662,029.	1,100,482.	142,116.
29 Payroll taxes	29	3,740,167.	3,067,064.	596,120.	76,983.
30 Professional fundraising fees	30	455,983.			455,983.
31 Accounting fees	31	425,026.		425,026.	
32 Legal fees	32	860,841.	608,813.	238,837.	13,191.
33 Supplies	33	988,764.	605,228.	362,459.	21,077.
34 Telephone	34	364,010.	298,501.	58,017.	7,492.
35 Postage and shipping	35	34,388,632.	33,590,555.	136,356.	661,721.
36 Occupancy	36	2,886,600.	2,367,110.	460,076.	59,414.
37 Equipment rental and maintenance	37	1,243,020.	350,585.	886,410.	6,025.
38 Printing and publications	38	52,569,637.	49,447,229.	1,236,027.	1,886,381.
39 Travel	39	1,792,082.	1,366,258.	317,280.	108,544.
40 Conferences, conventions, and meetings	40	913,340.	157,524.	728,126.	27,690.
41 Interest	41	1,551,029.		1,551,029.	
42 Depreciation, depletion, etc. (attach schedule)	42	6,032,454.	3,163,676.	2,833,147.	35,631.
43 Other expenses not covered above (itemize):					
a STMT 25	43a	45,860,047.	40,634,379.	4,595,297.	630,371.
b	43b				
c	43c				
d	43d				
e	43e				
f	43f				
g	43g				
44 **Total functional expenses.** Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	44	219,785,793.	189,595,719.	24,876,065.	5,314,009.

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

Are any joint costs from a combined educational campaign and fundraising solicitation reported in **(B)** Program services? ▶ ☐ **Yes** ☐ **No**

If "Yes," enter **(i)** the aggregate amount of these joint costs $ ______ ; **(ii)** the amount allocated to Program services $ ______ ;

(iii) the amount allocated to Management and general $ ______ ; and **(iv)** the amount allocated to Fundraising $ ______

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

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

What is the organization's primary exempt purpose? ▶ CONSUMER EDUCATION & INFORMATION All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)	**Program Service Expenses** (Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)
a SEE STATEMENT 3 (Grants and allocations $ 254,000.) If this amount includes foreign grants, check here ▶ [X]	189,595,719.
b (Grants and allocations $) If this amount includes foreign grants, check here ▶ [ ]	
c (Grants and allocations $) If this amount includes foreign grants, check here ▶ [ ]	
d (Grants and allocations $) If this amount includes foreign grants, check here ▶ [ ]	
e Other program services (attach schedule) (Grants and allocations $) If this amount includes foreign grants, check here ▶ [ ]	
f Total of Program Service Expenses (should equal line 44, column (B), Program services) . . . . ▶	189,595,719.

Form **990** (2006)

Part IV Balance Sheets *(See the instructions.)*

Note: *Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.*			(A) Beginning of year		(B) End of year
Assets					
45 Cash - non-interest-bearing			3,892,313.	45	14,274,183.
46 Savings and temporary cash investments			11,384,030.	46	9,847,000.
47a Accounts receivable	47a	15,345,292.			
b Less: allowance for doubtful accounts	47b	6,078,608.	9,546,407.	47c	9,266,684.
48a Pledges receivable	48a				
b Less: allowance for doubtful accounts	48b			48c	
49 Grants receivable			2,161,319.	49	1,292,479.
50a Receivables from current and former officers, directors, trustees, and key employees (attach schedule)				50a	
b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)				50b	
51a Other notes and loans receivable (attach schedule)	51a				
b Less: allowance for doubtful accounts	51b			51c	
52 Inventories for sale or use			6,502,225.	52	4,823,055.
53 Prepaid expenses and deferred charges			34,909,262.	53	33,791,244.
54a Investments - publicly-traded securities STMT 26 ▶ ☐ Cost ☒ FMV			142,125,167.	54a	177,648,929.
b Investments - other securities (attach schedule) ▶ ☐ Cost ☐ FMV				54b	
55a Investments - land, buildings, and equipment: basis	55a				
b Less: accumulated depreciation (attach schedule)	55b			55c	
56 Investments - other (attach schedule) STMT 27				56	1,667,484.
57a Land, buildings, and equipment: basis	57a	120,353,640.			
b Less: accumulated depreciation (attach schedule)	57b	57,682,783.	57,975,007.	57c	62,670,857.
58 Other assets, including program-related investments (describe ▶ STMT 28)			24,526,256.	58	4,329,984.
59 **Total assets** (must equal line 74). Add lines 45 through 58			293,021,986.	59	319,611,899.
Liabilities					
60 Accounts payable and accrued expenses			21,726,550.	60	19,467,486.
61 Grants payable				61	
62 Deferred revenue			131,730,250.	62	142,578,674.
63 Loans from officers, directors, trustees, and key employees (attach schedule)				63	
64a Tax-exempt bond liabilities (attach schedule) STMT 29			47,300,000.	64a	47,300,000.
b Mortgages and other notes payable (attach schedule)				64b	
65 Other liabilities (describe ▶ STMT 30)			4,776,494.	65	12,189,728.
66 **Total liabilities.** Add lines 60 through 65			205,533,294.	66	221,535,888.
Net Assets or Fund Balances					
Organizations that follow SFAS 117, check here ▶ ☒ and complete lines 67 through 69 and lines 73 and 74.					
67 Unrestricted			83,676,808.	67	94,635,913.
68 Temporarily restricted			3,811,884.	68	3,440,098.
69 Permanently restricted				69	
Organizations that do not follow SFAS 117, check here ▶ ☐ and complete lines 70 through 74.					
70 Capital stock, trust principal, or current funds				70	
71 Paid-in or capital surplus, or land, building, and equipment fund				71	
72 Retained earnings, endowment, accumulated income, or other funds				72	
73 **Total net assets or fund balances** (add lines 67 through 69 **or** lines 70 through 72. (Column (A) **must** equal line 19 and column (B) **must** equal line 21)			87,488,692.	73	98,076,011.
74 **Total liabilities and net assets/fund balances.** Add lines 66 and 73			293,021,986.	74	319,611,899.

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

a	Total revenue, gains, and other support per audited financial statements			a	233,934,585.
b	Amounts included on line a but not on Part I, line 12:				
1	Net unrealized gains on investments	b1	18,549,172.		
2	Donated services and use of facilities	b2			
3	Recoveries of prior year grants	b3			
4	Other (specify): SEE STATEMENT 31	b4	-17,380,870.		
	Add lines b1 through b4			b	1,168,302.
c	Subtract line b from line a			c	232,766,283.
d	Amounts included on Part I, line 12, but not on line a:				
1	Investment expenses not included on Part I, line 6b	d1			
2	Other (specify):	d2			
	Add lines d1 and d2			d	
e	**Total revenue** (Part I, line 12). Add lines c and d ▶			e	232,766,283.

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

a	Total expenses and losses per audited financial statements			a	223,523,405.
b	Amounts included on line a but not on Part I, line 17:				
1	Donated services and use of facilities	b1			
2	Prior year adjustments reported on Part I, line 20	b2			
3	Losses reported on Part I, line 20	b3			
4	Other (specify): SEE STATEMENT 32	b4	3,737,612.		
	Add lines b1 through b4			b	3,737,612.
c	Subtract line b from line a			c	219,785,793.
d	Amounts included on Part I, line 17, but not on line a:				
1	Investment expenses not included on Part I, line 6b	d1			
2	Other (specify):	d2			
	Add lines d1 and d2			d	
e	**Total expenses** (Part I, line 17). Add lines c and d ▶			e	219,785,793.

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 33		1,191,176.	252,274.	NONE

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

			Yes	No
75a	Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings ▶ 18			
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
c	Do any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, receive compensation from any other organizations, whether tax exempt or taxable, that are related to the organization? See the instructions for the definition of "related organization." ▶	**75c**		X
	If "Yes," attach a statement that includes the information described in the instructions.			
d	Does the organization have a written conflict of interest policy?	**75d**	X	

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

(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
	-0-	-0-	-0-	-0-

Part VI Other Information *(See the instructions.)*

			Yes	No
76	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
77	Were any changes made in the organizing or governing documents but not reported to the IRS? STMT. 38	**77**	X	
	If "Yes," attach a conformed copy of the changes.			
78a	Did the organization have unrelated business gross income of $1,000 or more during the year covered by this return?	**78a**	X	
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	**78b**	X	
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	**79**		X
80a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?	**80a**	X	
b	If "Yes," enter the name of the organization ▶ STMT 39 and check whether it is [X] exempt **or** [ ] nonexempt			
81a	Enter direct and indirect political expenditures. (See line 81 instructions.) **81a**			
b	Did the organization file **Form 1120-POL** for this year?	**81b**		X

Part VI Other Information *(continued)*

			Yes	No
82 a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	82a		X
b	If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.) — 82b: N/A			
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?	83a	X	
b	Did the organization comply with the disclosure requirements relating to *quid pro quo* contributions?	83b	X	
84 a	Did the organization solicit any contributions or gifts that were not tax deductible?	84a		X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	84b	N/A	
85	*501(c)(4), (5), or (6) organizations.* **a** Were substantially all dues nondeductible by members?	85a	N/A	
b	Did the organization make only in-house lobbying expenditures of $2,000 or less?	85b	N/A	
	If "Yes" was answered to either 85a or 85b, **do not** complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.			
c	Dues, assessments, and similar amounts from members — 85c: N/A			
d	Section 162(e) lobbying and political expenditures — 85d: N/A			
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices — 85e: N/A			
f	Taxable amount of lobbying and political expenditures (line 85d less 85e) — 85f: N/A			
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	85g	N/A	
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	85h	N/A	
86	*501(c)(7) orgs.* Enter: **a** Initiation fees and capital contributions included on line 12 — 86a: N/A			
b	Gross receipts, included on line 12, for public use of club facilities — 86b: N/A			
87	*501(c)(12) orgs.* Enter: **a** Gross income from members or shareholders — 87a: N/A			
b	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.) — 87b: N/A			
88 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	88a		X
b	At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Part XI ▶	88b	X	
89 a	*501(c)(3) organizations.* Enter: Amount of tax imposed on the organization during the year under: section 4911 ▶ NONE ; section 4912 ▶ NONE ; section 4955 ▶ NONE			
b	*501(c)(3) and 501(c)(4) orgs.* Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction	89b		X
c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ▶ NONE			
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization ▶ NONE			
e	*All organizations.* At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?	89e		X
f	*All organizations.* Did the organization acquire a direct or indirect interest in any applicable insurance contract?	89f		X
g	*For supporting organizations and sponsoring organizations maintaining donor advised funds.* Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?	89g		X

90 a List the states with which a copy of this return is filed ▶ SEE STATEMENT 40

b Number of employees employed in the pay period that includes March 12, 2006 (See instructions.) 90b 592

91 a The books are in care of ▶ MS CONNIE TUCKER Telephone no. ▶ 914-378-2000

Located at ▶ 101 TRUMAN AVENUE YONKERS, NY ZIP + 4 ▶ 10703-1057

			Yes	No
b	At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)?	91b		X
	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.			

Part VI Other Information *(continued)*

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

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)** Exclusion code	**(D)** Amount	
93 Program service revenue:					
a SUBSCRIPTION					
b & SALES					207,990,273.
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	3,067,992.	
96 Dividends and interest from securities			14	2,651,323.	
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			18	2,027,981.	
101 Net income or (loss) from special events			01	3,751,451.	
102 Gross profit or (loss) from sales of inventory					
103 Other revenue: **a**					
b OTHER INCOME			01	585,574.	
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))				12,084,321.	207,990,273.

105 Total (add line 104, columns (B), (D), and (E)) ▶ 220,074,594.

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).
	STMT 41

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
	%			
	%			
	%			
	%			

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

(a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ **Yes** ☒ **No**
(b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ **Yes** ☒ **No**
Note: *If "Yes" to* ***(b),*** *file Form 8870* ***and*** *Form 4720 (see instructions).*

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

		Yes	No
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.	X	

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a	SEE STATEMENT 42			
b				
c				
	Totals			202,500.

		Yes	No
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.		X

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

		Yes	No
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?		X

Please Sign Here

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

▶ [signature] Signature of officer — Date: 1/14/08

▶ JAMES A. GUEST, PRESIDENT — Type or print name and title

Paid Preparer's Use Only

Preparer's signature ▶ [signature]	Date 1/14/08	Check if self-employed ▶ ☐	Preparer's SSN or PTIN (See Gen. Inst. X) P00636769
Firm's name (or yours if self-employed), address, and ZIP + 4 ▶	KPMG LLP 345 PARK AVENUE NEW YORK, NY 10154-0102	EIN ▶ 13-5565207 Phone no. ▶ 212-758-9700

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: CONSUMERS UNION OF UNITED STATES, INC.

Employer identification number: 13-1776434

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
SEE STATEMENT 43				
Total number of other employees paid over $50,000 . . ▶	488			

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
SEE STATEMENT 44		
Total number of others receiving over $50,000 for professional services . . . . ▶ 28		

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
SEE STATEMENT 45		
Total number of other contractors receiving over $50,000 for other services . . . . ▶ 303		

For Paperwork Reduction Act Notice, see the Instructions for Form 990 and Form 990-EZ. **Schedule A (Form 990 or 990-EZ) 2006**

JSA
6E1210 2.000

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 ▶ $ 521,774. (Must equal amounts on line 38, Part VI-A, or line **i** of Part VI-B.)	1	X	
	Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes" must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.			
2	During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? *(If the answer to any question is "Yes," attach a detailed statement explaining the transactions.)*			
a	Sale, exchange, or leasing of property?	2a		X
b	Lending of money or other extension of credit?	2b		X
c	Furnishing of goods, services, or facilities?	2c		X
d	Payment of compensation (or payment or reimbursement of expenses if more than $1,000)? STMT 46	2d	X	
e	Transfer of any part of its income or assets?	2e		X
3a	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.) STMT 47	3a	X	
b	Did the organization have a section 403(b) annuity plan for its employees?	3b		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	3c		X
d	Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?	3d		X
4a	Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g	4a		X
b	Did the organization make any taxable distributions under section 4966?	4b		X
c	Did the organization make a distribution to a donor, donor advisor, or related person?	4c		X
d	Enter the total number or donor advised funds owned at the end of the tax year ▶			
e	Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year ▶			
f	Enter the total number of separate funds or accounts owned at the end of the tax year (excluding donor advised funds included on line 4d) where donors have the rights to provide advice on the distribution or investment of amounts in such funds or accounts ▶			
g	Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year ▶			

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.)

11 a [ ] 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.)

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

12 [X] 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 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? Yes	No	(e) Amount of support
Total ▶					

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

Part IV-A Support Schedule (Complete only if you checked a box on line 10, 11, or 12.) ***Use cash method of accounting.***

Note: *You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.*

Calendar year (or fiscal year beginning in) ▶	**(a)** 2005	**(b)** 2004	**(c)** 2003	**(d)** 2002	**(e)** Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	12,865,389.	14,927,686.	12,813,961.	9,191,710.	49,798,746.
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose	205822889.	184921444.	161403552.	146741801.	698889686.
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	4,246,194.	2,687,499.	2,648,324.	3,534,529.	13,116,546.
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets	STMT 48 1,283,586.	63,782.	56,101.	155,531.	1,559,000.
23 Total of lines 15 through 22	224218058.	202600411.	176921938.	159623571.	763363978.
24 Line 23 minus line 17	18,395,169.	17,678,967.	15,518,386.	12,881,770.	64,474,292.
25 Enter 1% of line 23	2,242,181.	2,026,004.	1,769,219.	1,596,236.	

26 Organizations described on lines 10 or 11: **a** Enter 2% of amount in column (e), line 24 NOT APPLICABLE ▶ **26a**

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 ▶ **26b**

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

d Add: Amounts from column (e) for lines: 18 ____ 19 ____ 22 ____ 26b ____ ▶ **26d**

e Public support (line 26c minus line 26d total) ▶ **26e**

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

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

(2005) 5,118. (2004) 4,745. (2003) 4,400. (2002) 1,100.

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:

(2005) ____ (2004) ____ (2003) ____ (2002) ____

c Add: Amounts from column (e) for lines: 15 49,798,746. 16 ____ 17 698,889,686. 20 ____ 21 ____ ▶ **27c** 748,688,432.

d Add: Line 27a total 15,363. and line 27b total ____ ▶ **27d** 15,363.

e Public support (line 27c total minus line 27d total) ▶ **27e** 748,673,069.

f Total support for section 509(a)(2) test: Enter amount from line 23, column (e) ▶ **27f** 763,363,978.

g Public support percentage (line 27e (numerator) divided by line 27f (denominator)) ▶ **27g** 98.0755 %

h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator)) ▶ **27h** 1.7183 %

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.

Part V **Private School Questionnaire** (See page 9 of the instructions.) NOT APPLICABLE
(To be completed ONLY by schools that checked the box on line 6 in Part IV)

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

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred.)		**(a)** Affiliated group totals	**(b)** To be completed for **all** electing organizations
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36		234,155.
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37		287,619.
38 Total lobbying expenditures (add lines 36 and 37)	38		521,774.
39 Other exempt purpose expenditures	39		213,950,010.
40 Total exempt purpose expenditures (add lines 38 and 39)	40		214,471,784.
41 Lobbying nontaxable amount. Enter the amount from the following table -	41		1,000,000.
42 Grassroots nontaxable amount (enter 25% of line 41)	42		250,000.
43 Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	43		
44 Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	44		

If the amount on line 40 is -	**The lobbying nontaxable amount is -**
Not over $500,000	20% of the amount on line 40
Over $500,000 but not over $1,000,000	$100,000 plus 15% of the excess over $500,000
Over $1,000,000 but not over $1,500,000	$175,000 plus 10% of the excess over $1,000,000
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

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.)

Lobbying Expenditures During 4-Year Averaging Period

Calendar year (or fiscal year beginning in) ▶	**(a)** 2006	**(b)** 2005	**(c)** 2004	**(d)** 2003	**(e)** Total
45 Lobbying nontaxable amount	1,000,000.	1,000,000.	1,000,000.	1,000,000.	4,000,000.
46 Lobbying ceiling amount (150% of line 45(e))					6,000,000.
47 Total lobbying expenditures	521,774.	405,694.	195,472.	383,713.	1,506,653.
48 Grassroots nontaxable amount	250,000.	250,000.	250,000.	250,000.	1,000,000.
49 Grassroots ceiling amount (150% of line 48(e))					1,500,000.
50 Grassroots lobbying expenditures	234,155.	357,392.	217,721.	30,963.	840,231.

Part VI-B **Lobbying Activity by Nonelecting Public Charities** NOT APPLICABLE
(For reporting only by organizations that did not complete Part VI-A) (See page 13 of the instructions.)

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

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

Part VII **Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations** (See page 13 of the instructions.)

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

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

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

(a) Line no.	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
51A(I)	320.	CITIZEN UTIL. BOARD	LIST RENTAL
51A(I)	30,666.	AAA/NATIONAL MAIL	LIST RENTAL
51A(I)	112,112.	AMERICAN DIRECT MKT.	LIST RENTAL
		RESOURCES, INC.	
51A(I)	2,500.	ARIZONA PUBLIC	GRANTS
		INTEREST RESEARCH	
		GROUP	
51A(I)	22,250.	ALLIANCE OF NON	DUES
		PROFIT MAILERS	
51A(I)	12,748.	MAGAZINE PUBLISHERS	DUES
		OF AMERICA	
51B(V)	200,000.	CONSUMERS UNION	LOAN
		ACTION FUND	

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

b If "Yes," complete the following schedule:

(a) Name of organization	(b) Type of organization	(c) Description of relationship
CONSUMERS UNION	EXEMPT	AFFILIATED ORGANIZATION
ACTION FUND, INC.		

Schedule B
(Form 990, 990-EZ, or 990-PF)
Department of the Treasury
Internal Revenue Service

Schedule of Contributors

Supplementary Information for line 1 of Form 990, 990-EZ, and 990-PF (see instructions)

OMB No. 1545-0047

2006

Name of organization	**Employer identification number**
CONSUMERS UNION OF UNITED STATES, INC.	13-1776434

Organization type (check one):

Filers of:	**Section:**
Form 990 or 990-EZ	[X] 501(c)(03) (enter number) organization
	[ ] 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
	[ ] 527 political organization
Form 990-PF	[ ] 501(c)(3) exempt private foundation
	[ ] 4947(a)(1) nonexempt charitable trust treated as a private foundation
	[ ] 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule.** (**Note:** *Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule - see instructions.)*

General Rule -

[X] For organizations filing Form 990, 990-EZ, or 990-PF that received, during the year, $5,000 or more (in money or property) from any one contributor. (Complete Parts I and II.)

Special Rules -

[ ] For a section 501(c)(3) organization filing Form 990, or Form 990-EZ, that met the 33 1/3% support test of the regulations under sections 509(a)(1)/170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of $5,000 or 2% of the amount on line 1 of these forms. (Complete Parts I and II.)

[ ] For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, aggregate contributions or bequests of more than $1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. (Complete Parts I, II, and III.)

[ ] For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, some contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not aggregate to more than $1,000. (If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the Parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of $5,000 or more during the year.) . . . . ► $ ____________

Caution: *Organizations that are not covered by the General Rule and/or the Special Rules do not file Schedule B (Form 990, 990-EZ, or 990-PF), but they* ***must*** *check the box in the heading of their Form 990, Form 990-EZ, or on line 2 of their Form 990-PF, to certify that they do not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).*

Name of organization: CONSUMERS UNION OF UNITED STATES, INC.

Employer identification number: 13-1776434

Part I Contributors (See Specific Instructions.)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1		17,500.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
2		150,000.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
3		50,000.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
4		10,000.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
5		15,000.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
6		200,000.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)

Name of organization CONSUMERS UNION OF UNITED STATES, INC.

Employer identification number 13-1776434

Part I **Contributors** (See Specific Instructions.)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
7		144,975.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
8		50,000.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
9		37,808.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
10		40,850.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
11		405,000.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
12		106,790.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)

Name of organization CONSUMERS UNION OF UNITED STATES, INC.

Employer identification number 13-1776434

Part I **Contributors** (See Specific Instructions.)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
13		145,557.	Person X; Payroll; Noncash (Complete Part II if there is a noncash contribution.)
14		790,000.	Person X; Payroll; Noncash (Complete Part II if there is a noncash contribution.)
15		30,616.	Person X; Payroll; Noncash (Complete Part II if there is a noncash contribution.)
16		9,743.	Person X; Payroll; Noncash (Complete Part II if there is a noncash contribution.)
17		25,040.	Person X; Payroll; Noncash (Complete Part II if there is a noncash contribution.)
18		5,000.	Person X; Payroll; Noncash (Complete Part II if there is a noncash contribution.)

Name of organization: CONSUMERS UNION OF UNITED STATES, INC.

Employer identification number: 13-1776434

Part I **Contributors** (See Specific Instructions.)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
19		5,000.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
20		7,938.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
21		10,000.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
22		275,000.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
23		13,794.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
26		5,000.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)

Name of organization: CONSUMERS UNION OF UNITED STATES, INC.

Employer identification number: 13-1776434

Part I **Contributors** (See Specific Instructions.)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
27		37,000.	Person X; Payroll; Noncash (Complete Part II if there is a noncash contribution.)
28		7,400.	Person X; Payroll; Noncash (Complete Part II if there is a noncash contribution.)
29		47,360.	Person X; Payroll; Noncash (Complete Part II if there is a noncash contribution.)
30		12,025.	Person X; Payroll; Noncash (Complete Part II if there is a noncash contribution.)
31		37,000.	Person X; Payroll; Noncash (Complete Part II if there is a noncash contribution.)
32		120,250.	Person X; Payroll; Noncash (Complete Part II if there is a noncash contribution.)

Name of organization CONSUMERS UNION OF UNITED STATES, INC.

Employer identification number 13-1776434

Part I Contributors (See Specific Instructions.)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
33		7,400.	Person X Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
34		18,500.	Person X Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
35		37,000.	Person X Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
36		9,250.	Person X Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
37		9,250.	Person X Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
38		18,500.	Person X Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)

Name of organization CONSUMERS UNION OF UNITED STATES, INC.

Employer identification number 13-1776434

Part I **Contributors** (See Specific Instructions.)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
39		7,400.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
40		6,290.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
41		5,550.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
42		7,400.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
43		7,400.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
44		11,313.	Person [X] Payroll [ ] Noncash [X] (Complete Part II if there is a noncash contribution.)

Name of organization CONSUMERS UNION OF UNITED STATES, INC.

Employer identification number 13-1776434

Part I **Contributors** (See Specific Instructions.)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
45		14,465.	Person X Payroll Noncash X (Complete Part II if there is a noncash contribution.)
46		38,027.	Person X Payroll Noncash X (Complete Part II if there is a noncash contribution.)
47		7,407.	Person X Payroll Noncash X (Complete Part II if there is a noncash contribution.)
49		10,363.	Person X Payroll Noncash X (Complete Part II if there is a noncash contribution.)
50		27,848.	Person X Payroll Noncash X (Complete Part II if there is a noncash contribution.)
51		26,647.	Person X Payroll Noncash X (Complete Part II if there is a noncash contribution.)

Name of organization CONSUMERS UNION OF UNITED STATES, INC.

Employer identification number 13-1776434

Part I **Contributors** (See Specific Instructions.)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
52		179,500.	Person [X] Payroll [ ] Noncash [X] (Complete Part II if there is a noncash contribution.)
			Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
			Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
			Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
			Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
			Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)

Name of organization CONSUMERS UNION OF UNITED STATES, INC.

Employer identification number 13-1776434

Part II Noncash Property (See Specific Instructions.)

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
44	SECURITIES	$ 11,313.	06/07/2006
45	SECURITIES	$ 14,465.	09/07/2006
46	SECURITIES	$ 38,027.	12/15/2006
47	SECURITIES	$ 7,407.	09/07/2006
49	SECURITIES	$ 10,363.	05/04/2007
50	SECURITIES	$ 27,848.	12/06/2006

Name of organization CONSUMERS UNION OF UNITED STATES, INC.

Employer identification number 13-1776434

Part II Noncash Property (See Specific Instructions.)

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
51	REAL ESTATE	$ 26,647.	02/06/2007

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
52	REAL ESTATE	$ 179,500.	01/23/2007

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

Name of organization CONSUMERS UNION OF UNITED STATES, INC.

Employer identification number 13-1776434

Part III ***Exclusively* religious, charitable, etc., individual contributions to section 501(c)(7), (8), or (10) organizations aggregating more than $1,000 for the year.** (Complete columns **(a)** through **(e) and** the following line entry.)

For organizations completing Part III, enter the total of *exclusively* religious, charitable, etc., contributions of **$1,000 or less** for the year. (Enter this information once - see instructions.) ► $

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
	SEE STATEMENT 49		

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

FORM 990 - GENERAL EXPLANATION ATTACHMENT
===

GENERAL EXPLANATION ATTACHMENT 1
FORM 990, PART IV, LINE 57 AND FORM 990, PART II, LINE 42

LAND	11,935,255
BUILDING & BUILDING IMPROVEMENTS	57,454,147
FURNITURE, FIXTURES & EQUIPMENT	29,531,002
SOFTWARE DEVELOPMENT	21,433,236
TOTAL:	120,353,640
LESS: ACCUMULATED DEPRECIATION	(57,682,783)
NET FIXED ASSETS	62,670,857
DEPRECIATION REPORTED ON FORM 990, PART II, LINE 42	6,032,454

STATEMENT 1

FORM 990 - GENERAL EXPLANATION ATTACHMENT
===

GENERAL EXPLANATION ATTACHMENT 2
SCHEDULE A, PART 111, LINE 3A

THE CRITERIA FOR SELECTING PROJECTS FOR FUNDING THROUGH THE COLSTON E. WARNE PROGRAM SMALL GRANTS PROGRAM INCLUDE THE FOLLOWING:

1. THE PROJECTS SHOULD BE CONSISTENT WITH CU'S MISSION TO PROVIDE INFORMATION AND ADVICE TO CONSUMERS ON GOODS, SERVICES, HEALTH AND PERSONAL FINANCE; AND TO INITIATE AND COOPERATE WITH INDIVIDUAL AND GROUP EFFORTS TO MAINTAIN AND ENHANCE THE QUALITY OF LIFE FOR CONSUMERS.

2. THE PROJECTS SHOULD BE HIGH IMPACT PROJECTS THAT PROVIDE A SIGNIFICANT RETURN FOR THE AMOUNT OF MONEY INVESTED. THEY SHOULD BE RESULT-ORIENTED, AND HAVE TANGIBLE GOALS AND OBJECTIVES.

3. THE ORGANIZATION SPONSORING THE PROJECT SHOULD HAVE A CLEAR PLAN FOR DEVELOPING ALTERNATE SOURCES OF FUNDING, SO THAT THE PROJECT CAN BECOME SELF-SUPPORTING AND CONTINUE WHEN THE GRANT PERIOD ENDS.

4. IF POSSIBLE, THE PROJECTS SHOULD BE REPLICABLE, AND PROVIDE A MODEL FOR ORGANIZING AND ADVOCACY ON OTHER CONSUMER AND PUBLIC INTEREST ISSUES, OR IN OTHER LOCATIONS.

5. WE ARE ESPECIALLY INTERESTED IN PROJECTS THAT PROVIDE DIRECT BENEFITS TO LOW-INCOME AND MINORITY CONSUMERS.

6. WHERE POSSIBLE, PROJECTS SHOULD OBTAIN MATCHING FUNDS AND/OR LEVERAGE IN-KIND RESOURCES FROM OTHER SOURCES.

7. THE PROJECTS SHOULD MAKE SENSE IN THE CONTEXT OF THE NEEDS AND OPPORTUNITIES OF THE OVERALL CONSUMER MOVEMENT. THEY SHOULD CONTRIBUTE TO CAPACITY-BUILDING OF ORGANIZATIONS, AND HELP SUSTAIN THE CONSUMER MOVEMENT.

8. "THE RETURNS ON INVESTMENTS SUCH AS THESE, MADE IN FULFILLMENT OF CU'S PURPOSES … MUST BE MEASURED IN TERMS OF THE BENEFITS INDIRECTLY REALIZED BY THOUSANDS OF CONSUMERS WHO ARE BETTER INFORMED OR BETTER SERVED AS A CONSEQUENCE OF THE WORK WHICH THE MONEY SUPPORTS." [CONSUMER REPORTS, MARCH, 1958, P. 163]

STATEMENT 2

FORM 990 - GENERAL EXPLANATION ATTACHMENT
==

GENERAL EXPLANATION ATTACHMENT 3
FORM 990, PART III - STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS

" CONSUMERS INFORMATION:

CONSUMERS UNION OF US INC. PUBLISHES AND DISSEMINATES INFORMATION AND ADVICE TO CONSUMERS REGARDING TOPICS SUCH AS CONSUMER GOODS, SERVICES, HEALTH AND PERSONAL FINANCE. CONSUMERS UNION OF US INC. PUBLICATIONS AND THE NUMBER OF PAID SUBSCRIBERS FOR EACH AS OF 5/31/2007 INCLUDE CONSUMER REPORTS (4,346,845), CONSUMER REPORTS ON HEALTH (573,347), CR ONLINE (2,829,680), CONSUMER REPORTS MONEY ADVISER (225,783), AUTO BUYING KIT (52,689) AND MEDICAL GUIDE (37,842). CONSUMERS UNION OF US INC. DOES NOT ACCEPT OUTSIDE ADVERTISING IN ANY OF ITS PUBLICATIONS. IN ADDITION, CONSUMERS UNION OF US INC. DISSEMINATES CONSUMER INFORMATION THROUGH OTHER PRINT, RADIO, TELEVISION, ELECTRONIC PUBLISHING AND INTERACTIVE MEDIA.

" PRODUCT INFORMATION: CONSUMERS UNION OF US INC. CONDUCTS INDEPENDENT AND CONSUMER IMPARTIAL TESTS AND ANALYSES ON A WIDE RANGE OF CONSUMER PRODUCTS AND SERVICES, SUCH AS ELECTRONICS, APPLIANCES, HOUSEHOLD PRODUCTS, INSURANCE, RECREATIONAL GOODS, AND CARS. THE TESTS EVALUATE HOW THE PRODUCTS PERFORM AND ADVISE CONSUMERS ON THE EXTENT TO WHICH THEY ARE CONVENIENT, SAFE, AND ECONOMICAL. DURING THE FISCAL YEAR ENDED 5/31/2007, CONSUMERS UNION OF US INC. CONDUCTED TESTS ON OVER 3,800 SAMPLES OF VARIOUS CONSUMER PRODUCTS, MAKING USE OF 50 LABORATORIES AND ITS AUTO TRACK. THE INFORMATION GATHERED AS RESULT OF THESE TESTS IS DISSEMINATED TO THE GENERAL PUBLIC AS DESCRIBED ABOVE.

" EDUCATION PROGRAMS: THE CONSUMER REPORTS CLASSROOM PROGRAM OFFERS DISCOUNTED SUBSCRIPTIONS FOR STUDENTS IN CLASS SETS OF 20 OR MORE, ACCOMPANIED BY A FREE SUBSCRIPTION FOR TEACHERS, A FREE TEACHING GUIDE AND ANNUAL BUYING GUIDE, AVAILABLE THROUGH WWW.CONSUMERREPORTS.ORG/CLASSROOM. THESE MATERIALS ARE USED IN SCHOOLS AND OTHER SETTINGS TO TEACH CRITICAL THINKING SKILLS, READING, MATH AND CONSUMER EDUCATION. IN ADDITION, CONSUMERS UNION PROVIDES SUBSTANTIAL FREE CONSUMER EDUCATION INFORMATION AS A PUBLIC SERVICE THROUGH OUR EDUCATIONAL WEB SITES. THESE INCLUDE: THE CONSUMERS UNION ADVOCACY WEB SITE (CONSUMERSUNION.ORG), CONSUMER REPORTS WEB WATCH (CONSUMERWEBWATCH.ORG), CONSUMER REPORTS BEST BUY DRUGS (CRBESTBUYDRUGS.ORG), PODER DEL CONSUMIDOR (SPANISH LANGUAGE CONSUMER EDUCATION MATERIALS, AT WWW.CONSUMERSUNION.ORG/ESPANOL/) CONSUMER REPORTS GREENER CHOICES (GREENERCHOICES.ORG), AND ECO-LABELS, AN ONLINE GUIDE TO ENVIRONMENTAL LABELS (ECO-LABELS.ORG). THE CONSUMER EDUCATION OUTREACH PROGRAM SUCCESSFULLY DEVELOPED TEMPLATES FOR DISCLOSURE OF KEY TERMS FOR CONSUMER SELECTION OF PRIVATE HEALTH INSURANCE. THESE TEMPLATES ARE

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)
==

INFORMING STATE AND SUPPLIER EFFORTS TO MAKE HEALTH INSURANCE CHOICE SIMPLER. ADDITIONALLY, SEVERAL INITIATIVES WERE BEGUN IN 2007 THAT WILL BE COMPLETED IN 2008: (1) RECOMMENDATIONS FOR SIMPLIFYING THE INFORMATION REQUIRED TO EVALUATE STUDENTS LOANS (A PROJECT FUNDED BY PEW CHARITABLE TRUST), (2) DEVELOPMENT OF CURRICULUM FOR THE US CIVICS FOR IMMIGRANTS PROGRAM OFFERED BY THE LITERACY VOLUNTEERS OF WESTCHESTER, AND (3) A META REPORT CARD OF STATE CONSUMER PROTECTIONS.

"   CONSUMER PROTECTION: CONSUMERS UNION OF US INC. MONITORS, STUDIES, AND ANALYZES CONSUMER ISSUES RELATING TO HEALTH CARE, HOUSING, CONSUMER PRODUCT SAFETY, FOOD SAFETY, AUTO SAFETY, TELECOMMUNICATIONS, CONSUMER FINANCES; AND PROMOTES THE INTERESTS OF THE GENERAL PUBLIC CONCERNING SUCH ISSUES BEFORE LEGISLATIVE BODIES, REGULATORY AGENCIES AND THE COURTS.

"   GRANTS: CONSUMERS UNION OF US INC. MAKES GRANTS TO OTHER NONPROFIT ORGANIZATIONS AND PROJECTS THAT CONDUCT ACTIVITIES THAT ARE SIMILAR AND RELATED TO CONSUMERS UNION OF US INC. EXEMPT PURPOSES. DURING THE FISCAL YEAR END 5/31/07, CONSUMERS UNION OF US INC. MADE 15 SUCH GRANTS.

FORM 990 - GENERAL EXPLANATION ATTACHMENT
==

GENERAL EXPLANATION ATTACHMENT 4
FORM 990, PART IV LINE 64A

TAX EXEMPT BOND LIABILITIES

ON DECEMBER 22, 2005, CU AND THE CITY OF YONKERS IDA ISSUED $47,300,000 SERIES 2005 MULTI MODAL CIVIC FACILITY REVENUE BONDS (2005 REVENUE BONDS). THE 2005 REVENUE BONDS WERE ISSUED FOR THE PURPOSE OF PROVIDING FUNDS FOR THE REFUNDING OF THE PRIOR BONDS, WHICH WAS $34,750,000 (1989, 1991, AND 1994 REVENUE BONDS), FINANCING CERTAIN COSTS ASSOCIATED WITH THE RECONSTRUCTING, RENOVATING, AND EQUIPPING CU'S NATIONAL RESEARCH AND TESTING CENTER AND HEADQUARTERS AND FINANCING OF CAPITAL EXPENDITURES, INCLUDING THE ACQUISITION AND INSTALLATION OF VARIOUS ITEMS OF MACHINERY, EQUIPMENT, AND OTHER TANGIBLE PERSONAL PROPERTY TOTALING $9,980,000, AND PAYING CERTAIN COSTS AND EXPENSES INCIDENTAL TO THE ISSUANCE OF THE 2005 REVENUE BONDS.

THE 2005 REVENUE BONDS WERE ISSUED AS AUCTION RATE SECURITIES. THESE BONDS ARE CONTINUOUSLY REMARKETED AND THE RATE IS RESET WEEKLY. THE AVERAGE AUCTION RATE FOR 2007 AND 2006 WAS 3.2% AND 2.9%, RESPECTIVELY. BECAUSE CU USED VARIABLE RATE DEBT TO FINANCE ITS OPERATIONS, THE DEBT OBLIGATION EXPOSED CU TO INTEREST RATE RISK DUE TO POTENTIAL CHANGES IN INTEREST RATES. IN ORDER TO MITIGATE THIS RISK, CU ENTERED INTO AN INTEREST RATE SWAP AGREEMENT ON APPROXIMATELY 70% OF THE BONDS AT A FIXED INTEREST RATE OF 3.65% PER ANNUM.

INTEREST EXPENSE FOR THE REVENUE BONDS FOR 2007 AND 2006 WAS $1,551,000 AND $1,194,000, RESPECTIVELY, AND IS INCLUDED IN GENERAL AND ADMINISTRATIVE EXPENSES IN THE ACCOMPANYING CONSOLIDATED STATEMENTS OF ACTIVITIES. THE AVERAGE INTEREST RATE ON ALL OUTSTANDING DEBT WAS 3.3% AND 3.0% FOR THE FISCAL YEARS ENDED MAY 31, 2007 AND 2006, RESPECTIVELY.

IN ACCORDANCE WITH THE 2005 REVENUE BONDS AGREEMENT, CU HAS PURCHASED A MUNICIPAL BOND INSURANCE POLICY, WHICH GUARANTEES THE PAYMENT OF THE PRINCIPAL AND INTEREST ON THE 2005 REVENUE BONDS. A ONE TIME PAYMENT OF $1,067,000 WAS MADE AT CLOSING TO COVER THE COSTS OF THE INSURANCE FOR THE DURATION OF THE BONDS AND IS INCLUDED IN THE COST OF ISSUING THE 2005 REVENUE BONDS NOTED BELOW.

THE 2005 REVENUE BONDS ARE SUBJECT TO MANDATORY SINKING FUND REQUIREMENTS STARTING IN 2011. TOTAL LONG TERM ANNUAL SINKING FUND REQUIREMENTS FOR THE REVENUE BONDS ARE AS FOLLOWS AS OF MAY 31:

YEAR:

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

2008	$ --
2009	--
2010	--
2011	1,125,000
2012	1,175,000
2013 TO 2036	45,000,000
	$47,300,000

THE COST OF ISSUING THE 2005 REVENUE BONDS WAS $2,274,000, WHICH WAS ENTIRELY PAID OUT OF BOND PROCEEDS. THIS INCLUDED A PAYMENT OF $1,067,000 FOR BOND INSURANCE PREMIUMS AND $1,207,000 RELATED TO OTHER DIRECT COSTS OF ISSUANCE. ACCUMULATED AMORTIZATION ON DEFERRED ISSUANCE COSTS AT MAY 31, 2007 APPROXIMATED $164,000.

CU IS IN COMPLIANCE WITH CERTAIN FINANCIAL RATIOS, AS WELL AS OTHER FINANCIAL AND OPERATIONAL REQUIREMENTS IN ACCORDANCE WITH THE APPLICABLE BOND DOCUMENTS AND INSURANCE POLICY.

IN CONNECTION WITH REFUNDING OF THE SERIES 1989, 1991, AND 1994 REVENUE BONDS, CU RECOGNIZED A LOSS OF $807,000 AS A RESULT OF THE WRITE OFF OF UNAMORTIZED BOND ISSUANCE COSTS RELATED TO THE REFUNDED BONDS.

AS OF MAY 31, 2007, $3,482,000 OF RESTRICTED FINANCING PROCEEDS, WHICH WERE HELD BY THE BOND TRUSTEE AS OF MAY 31, 2006, WERE RECEIVED AS UNRESTRICTED CASH BY CU IN ORDER TO FUND CAPITAL EXPENDITURES.

FORM 990 - GENERAL EXPLANATION ATTACHMENT
===

GENERAL EXPLANATION ATTACHMENT 5
FORM 990, PART VI, OTHER INFORMATION, LINE 77

BYLAWS

CONSUMERS UNION OF UNITED STATES, INC.

AS AMENDED MAY 18, 2007

THE PURPOSES OF CONSUMERS UNION
AS SET FORTH IN THE
CERTIFICATE OF INCORPORATION
FEBRUARY 4, 1936

TO OBTAIN AND PROVIDE FOR CONSUMERS INFORMATION AND COUNSEL ON CONSUMERS' GOODS AND SERVICES COVERING QUALITY, PRICE, AND LABOR CONDITIONS UNDER WHICH SUCH GOODS ARE PRODUCED AND DISTRIBUTED; TO GIVE INFORMATION AND ASSISTANCE ON ALL MATTERS RELATING TO THE EXPENDITURE OF EARNINGS AND THE FAMILY INCOME; TO INITIATE, TO COOPERATE WITH, AND TO AID INDIVIDUAL AND GROUP EFFORTS OF WHATEVER NATURE AND DESCRIPTION SEEKING TO CREATE AND MAINTAIN DECENT LIVING STANDARDS FOR ULTIMATE CONSUMERS; TO MAINTAIN LABORATORIES AND TO SUPERVISE AND CONDUCT RESEARCH AND TESTS FOR THE BETTER ACCOMPLISHMENT OF THE OBJECTS OF THIS CORPORATION; TO PREPARE AND ISSUE IN ALL SUITABLE FORMS MATERIAL RESULTING FROM THE WORK OF THE ORGANIZATION; TO USE ALL THE INCOME OF THE CORPORATION FOR THE SOLE PURPOSE OF CARRYING OUT THESE OBJECTS AND NOT FOR ANY PECUNIARY PROFIT TO THE CORPORATION.

CONSUMERS UNION OF UNITED STATES, INC.
BYLAWS

ARTICLE I
MEMBERS AND SUBSCRIBERS

SECTION 1. ADMISSION TO MEMBERSHIP.
(A) ANY SUBSCRIBER TO CONSUMER REPORTS MAY BECOME A MEMBER OF THE CORPORATION (1) BY GIVING NOTICE OF HIS/HER ACCEPTANCE OF MEMBERSHIP

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)
==

UPON BECOMING A PAID SUBSCRIBER TO CONSUMER REPORTS (DEFINED HEREIN TO INCLUDE PRINT AND/OR ELECTRONIC FORMATS) OR AT ANY TIME SUBSEQUENT THERETO; OR (2) BY SENDING IN A NOMINATION FOR THE BOARD OF DIRECTORS; OR (3) BY SIGNING AND RETURNING TO THE CORPORATION THE BALLOT TRANSMITTED TO PAID SUBSCRIBERS IN CONNECTION WITH THE ANNUAL ELECTION OF DIRECTORS.

(B) THERE SHALL ALSO BE SUCH ADDITIONAL CLASSES OF MEMBERS, WITH SUCH DESIGNATIONS, CHARACTERISTICS, QUALIFICATIONS, RIGHTS AND LIMITATIONS, AS THE BOARD OF DIRECTORS MAY FROM TIME TO TIME, BY RESOLUTION, DETERMINE.

SECTION 2. TERMINATION OF MEMBERSHIP.

MEMBERSHIP SHALL TERMINATE WHEN A MEMBER (1) CEASES TO BE A SUBSCRIBER TO CONSUMER REPORTS; OR (2) RESIGNS IN WRITING; OR (3) IN THE CASE OF THOSE WHO BECAME MEMBERS BY SENDING IN A NOMINATION FOR THE BOARD OF DIRECTORS OR BY SIGNING THE BALLOT IN CONNECTION WITH AN ANNUAL ELECTION, BY FAILING TO SIGN AND RETURN SUCH BALLOT IN CONNECTION WITH THE NEXT SUCCEEDING ANNUAL ELECTION.

SECTION 3. RIGHT TO VOTE.

MEMBERS SHALL HAVE THE RIGHT TO VOTE IN THE ELECTION OF DIRECTORS, AS SET FORTH IN ARTICLE III, SECTION 4, AND ON SUCH QUESTIONS AS MAY BE SUBMITTED TO THEM FROM TIME TO TIME BY THE BOARD OF DIRECTORS.

SECTION 4. ANNUAL QUESTIONNAIRE.

THERE SHALL BE SENT TO PAID SUBSCRIBERS OF CONSUMER REPORTS (PAID DEFINED AS THOSE FROM WHOM CONSUMERS UNION HAS ACTUALLY RECEIVED PAYMENT), SIMULTANEOUSLY WITH THE SENDING OF THE BALLOT FOR THE ELECTION OF DIRECTORS, A QUESTIONNAIRE PREPARED TO GUIDE THE BOARD OF DIRECTORS IN ITS WORK. NOTICE OF THE PREPARATION OF THE QUESTIONNAIRE SHALL BE PUBLISHED IN CONSUMER REPORTS, AND SUGGESTIONS FROM SUBSCRIBERS RELATING TO THE POLICIES AND ACTIVITIES OF THE CORPORATION SHALL BE CONSIDERED BY THE BOARD IN THE PREPARATION OF THE QUESTIONNAIRE.

SECTION 5. MAILING LISTS.

EXCEPT AS OTHERWISE REQUIRED BY LAW, NO LIST OF SUBSCRIBERS OR MEMBERS BE OPEN FOR INSPECTION BY, OR OTHERWISE MADE AVAILABLE TO ANY OTHER PERSON, CORPORATION OR ORGANIZATION EXCEPT BY THE AUTHORIZATION OF THE PRESIDENT, IN ACCORDANCE WITH GUIDELINES TO BE ESTABLISHED BY THE BOARD OF DIRECTORS.

SECTION 6. NO ASSESSMENTS.

NO ASSESSMENTS OF ANY KIND MAY BE LEVIED AGAINST THE MEMBERSHIP.

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

ARTICLE II
ANNUAL MEETING

SECTION 1. ANNUAL MEETING.

THE ANNUAL MEMBERSHIP MEETING SHALL BE HELD ON A DATE IN SEPTEMBER, OR SUCH OTHER DATE AS THE BOARD OF DIRECTORS MAY FROM TIME TO TIME DETERMINE, AND AT A PLACE, WITHIN OR WITHOUT THE STATE OF NEW YORK, TO BE DETERMINED BY THE BOARD OF DIRECTORS.

SECTION 2. NOTICE.

NOTICE OF THE DATE, TIME AND PLACE OF THE ANNUAL MEETING SHALL BE PUBLISHED IN AN ISSUE OF CONSUMER REPORTS NOT LESS THAN THIRTY NOR MORE THAN SIXTY DAYS PRIOR TO THE DATE OF THE MEETING.

SECTION 3. QUORUM.

AT THE ANNUAL MEETING A QUORUM FOR THE TRANSACTION OF ANY BUSINESS SHALL CONSIST OF THE PRESENCE IN PERSON OR BY PROXY OF THE LESSER OF THE MEMBERS ENTITLED TO CAST ONE HUNDRED VOTES OR ONE-TENTH OF THE TOTAL NUMBER OF VOTES ENTITLED TO BE CAST.

SECTION 4. AGENDA.

THE AGENDA AT THE ANNUAL MEETING SHALL CONSIST OF (1) ELECTION OF DIRECTORS TO REPLACE THOSE WHOSE TERMS ARE EXPIRING, AS SET FORTH IN ARTICLE III, SECTION 4; (2) PRESENTATION OF THE ANNUAL REPORT AS REQUIRED BY LAW; AND (3) SUCH OTHER BUSINESS AS MAY BE PLACED ON THE AGENDA BY THE BOARD OF DIRECTORS.

SECTION 5. VOTING.

MEMBERS MAY VOTE AT THE ANNUAL MEETING IN PERSON OR BY PROXY, BUT NO VOTE SHALL BE TAKEN ON ANY MATTER OTHER THAN ADJOURNMENT, UNLESS THE MEMBERS SHALL PREVIOUSLY HAVE HAD NOTICE THEREOF AND AN OPPORTUNITY TO CAST THEIR VOTES THEREON BY PROXY.

ARTICLE III
DIRECTORS

SECTION 1. NUMBER.

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

THE GENERAL MANAGEMENT OF THE PROPERTY, AFFAIRS AND ACTIVITIES OF THE CORPORATION SHALL BE VESTED IN A BOARD OF DIRECTORS CONSISTING OF NOT LESS THAN TWELVE NOR MORE THAN TWENTY-ONE DIRECTORS, AS THE BOARD MAY FROM TIME TO TIME DETERMINE.

SECTION 2. QUALIFICATIONS.

THE DIRECTORS SHALL BE PERSONS WHO HAVE NO SUCH CONNECTIONS WITH COMMERCIAL, BUSINESS, MANUFACTURING OR FINANCIAL ENTERPRISES AS ARE LIKELY TO AFFECT THEIR INDEPENDENT JUDGMENT AS DIRECTORS.

SECTION 3. TERM AND TERM LIMITS.

(A) EXCEPT AS HEREIN PROVIDED, THE TERM OF OFFICE FOR A DIRECTOR SHALL BE THREE YEARS AND UNTIL THE ELECTION OF A SUCCESSOR, AND THE DIRECTORS SHALL BE DIVIDED INTO THREE CLASSES SO THAT, AS NEARLY AS MAY BE, THE TERMS OF ONE-THIRD OF THE DIRECTORS SHALL EXPIRE EACH YEAR.

(B) EXCEPT AS PROVIDED IN SECTION 3(C) AND 3(D) BELOW, ALL DIRECTORS SHALL SERVE A MAXIMUM OF FOUR TERMS (THAT IS, TWELVE YEARS), WHETHER OR NOT CONSECUTIVELY SERVED.

(C) LONGSTANDING INCUMBENT DIRECTORS, DEFINED AS THOSE DIRECTORS WHO HAVE SERVED MORE THAN NINE YEARS ON THE BOARD AS OF JANUARY 27, 2006, WHETHER OR NOT SERVED CONSECUTIVELY, SHALL BE ELIGIBLE TO COMPLETE THEIR CURRENT TERM AND, SUBJECT TO SECTION 3(D) BELOW, TO SERVE A MAXIMUM OF ONE ADDITIONAL THREE-YEAR TERM.

(D) NOTWITHSTANDING THE FOREGOING, IN CIRCUMSTANCES DEEMED TO BE EXTRAORDINARY BY A MAJORITY OF ALL DIRECTORS THEN SERVING ON THE BOARD, AN INDIVIDUAL WHO PREVIOUSLY SERVED THE MAXIMUM NUMBER OF TERMS ON THE BOARD OF DIRECTORS MAY BE RENOMINATED TO SERVE, AND MAY SUBSEQUENTLY SERVE, UP TO A MAXIMUM OF FOUR ADDITIONAL TERMS ON THE BOARD (INDIVIDUALLY, AN "ADDITIONAL EXCEPTIONAL TERM" AND COLLECTIVELY, THE "ADDITIONAL EXCEPTIONAL TERMS"); PROVIDED, HOWEVER, THAT A PERIOD OF AT LEAST ONE YEAR MUST HAVE ELAPSED BETWEEN THE DATE OF SUCH INDIVIDUAL'S LAST SERVICE ON THE BOARD OF DIRECTORS AND THE BEGINNING OF THE FIRST SUCH ADDITIONAL EXCEPTIONAL TERM. THE ADDITIONAL EXCEPTIONAL TERMS NEED NOT BE SERVED CONSECUTIVELY.

(E) WITH RESPECT TO ANY DIRECTOR (OTHER THAN LONGSTANDING INCUMBENT DIRECTORS) ELECTED PRIOR TO JANUARY 27, 2006, TO COMPLETE THE UNEXPIRED TERM OF A PREDECESSOR, ONLY THOSE YEARS ACTUALLY SERVED SHALL BE COUNTED TOWARD THE MAXIMUM OF TWELVE YEARS' PERMITTED SERVICE ON THE BOARD. EFFECTIVE AS OF JANUARY 27, 2006, SHOULD ANY DIRECTOR BE ELECTED TO COMPLETE THE UNEXPIRED TERM OF A PREDECESSOR, OR IF A DIRECTOR FOR ANY OTHER REASON SERVES LESS THAN A FULL TERM, SUCH PARTIAL TERM WILL BE DEEMED TO BE THE EQUIVALENT OF A FULL TERM FOR PURPOSES OF CALCULATING THE MAXIMUM NUMBER OF TERMS PERMITTED THAT DIRECTOR.

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

SECTION 4. NOMINATION AND ELECTION.

(A) AN ELECTION TO FILL VACANCIES ON THE BOARD OF DIRECTORS SHALL BE HELD AT EACH ANNUAL MEMBERSHIP MEETING. THE CHAIR OF THE BOARD SHALL CHOOSE A NOMINATING COMMITTEE (OR SUB-COMMITTEE) CONSISTING OF NO FEWER THAN SIX MEMBERS FROM AMONG THOSE DIRECTORS WHOSE TERMS ARE NOT TO EXPIRE IN THAT YEAR. IF THE TERM OF THE CHAIR IS TO EXPIRE THAT YEAR, THE VICE CHAIR SHALL APPOINT THE NOMINATING COMMITTEE; IF THE TERMS OF BOTH THE CHAIR AND VICE CHAIR ARE TO EXPIRE, THE SECRETARY SHALL APPOINT THE COMMITTEE. AT LEAST ONE MONTH BEFORE THE MEETING OF THAT COMMITTEE, A NOTICE SHALL BE PUBLISHED IN CONSUMER REPORTS THAT SUBSCRIBERS MAY SUBMIT THE NAMES OF PROPOSED NOMINEES FOR ELECTION TO THE BOARD OF DIRECTORS. THE NOMINATING COMMITTEE SHALL SELECT FROM THE NAMES PROPOSED BY SUBSCRIBERS AND BY ANY MEMBER OF THE BOARD OF DIRECTORS ONE PROPOSED NOMINEE FOR EACH VACANCY. THE INDIVIDUALS SELECTED BY THE NOMINATING COMMITTEE, OR ANY ALTERNATIVE NOMINEES, MUST BE APPROVED BY A MAJORITY OF THOSE DIRECTORS WHOSE TERMS ARE NOT TO EXPIRE THAT YEAR. THE APPROVED NOMINEES COLLECTIVELY SHALL CONSTITUTE A SLATE.

(B) BALLOTS FOR THE ELECTION OF THE SLATE OF NOMINEES FOR DIRECTORS SHALL BE TRANSMITTED TO PAID SUBSCRIBERS OF CONSUMER REPORTS (PAID DEFINED AS THOSE FROM WHOM CONSUMERS UNION HAS ACTUALLY RECEIVED PAYMENT), ON OR BEFORE JULY 1 OF EACH YEAR AND SHALL SPECIFY A DATE, NO LESS THAN ONE MONTH AFTER THE DATE OF TRANSMITTAL, BY WHICH THEY MUST BE RETURNED. THE BALLOT SHALL DESIGNATE A PROXY OR PROXIES TO VOTE FOR OR AGAINST THE SLATE AT THE ANNUAL MEETING AS DIRECTED THEREON.

(C) EACH NOMINEE SHALL BE REQUIRED TO ANSWER SUCH QUESTIONS AS MAY BE PUT TO HIM/HER BY THE NOMINATING COMMITTEE CONCERNING HIS/HER RECORD IN THE CONSUMER FIELD AND HIS/HER CONNECTIONS WITH COMMERCIAL, BUSINESS, MANUFACTURING AND FINANCIAL ENTERPRISES.

SECTION 5. VACANCIES.

THE BOARD OF DIRECTORS, BY A VOTE OF TWO-THIRDS OF ALL THE DIRECTORS THEN IN OFFICE, MAY ELECT DIRECTORS TO FILL VACANCIES EXISTING ON THE BOARD. CANDIDATES FOR SUCH VACANCIES SHALL BE CHOSEN BY THE NOMINATING COMMITTEE (AS MOST RECENTLY CONSTITUTED). IF THE DIRECTORS CHOOSE TO FILL ANY VACANCY CAUSED BY THE DEATH, RESIGNATION OR REMOVAL OF A DIRECTOR, SUCH VACANCY SHALL BE FILLED THROUGH THE EXPIRATION OF THAT TERM.

SECTION 6. COMPENSATION.

NO DIRECTOR SHALL RECEIVE DIRECTLY OR INDIRECTLY ANY SALARY OR OTHER COMPENSATION FROM THE CORPORATION UNLESS AUTHORIZED BY THE CONCURRENT VOTE OF TWO-THIRDS OF ALL THE DIRECTORS ELIGIBLE TO VOTE THEREON. SUCH

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

COMPENSATION SHALL BE PAID ONLY FOR SERVICES RENDERED TO THE CORPORATION OTHER THAN FOR SERVICES AS A DIRECTOR. DIRECTORS SHALL BE ENTITLED, HOWEVER, TO BE REIMBURSED THEIR REASONABLE EXPENSES INCURRED FOR ATTENDANCE AT MEETINGS AND IN CONNECTION WITH THE PERFORMANCE OF OTHER DUTIES AUTHORIZED BY THE BOARD.

SECTION 7. MEETINGS.

(A) THE BOARD OF DIRECTORS SHALL HOLD REGULAR MEETINGS AT LEAST THREE TIMES A YEAR ON SUCH DATES AS IT SHALL DETERMINE. SPECIAL MEETINGS MAY BE CALLED BY THE CHAIR OF THE BOARD OR ANY THREE DIRECTORS UPON AT LEAST FIVE DAYS' NOTICE. SEVEN MEMBERS OF THE BOARD SHALL CONSTITUTE A QUORUM.

(B) ANY ACTION REQUIRED OR PERMITTED TO BE TAKEN BY THE BOARD OF DIRECTORS OR ANY COMMITTEE THEREOF MAY BE TAKEN WITHOUT A MEETING IF ALL OF THE MEMBERS OF THE BOARD OF DIRECTORS OR ANY SUCH COMMITTEE CONSENT IN WRITING TO THE ADOPTION OF A RESOLUTION AUTHORIZING THE ACTION. THE RESOLUTION AND THE WRITTEN CONSENTS THERETO BY THE MEMBERS OF THE BOARD OF DIRECTORS OR ANY SUCH COMMITTEE SHALL BE FILED WITH THE MINUTES OF THE PROCEEDINGS OF THE BOARD OF DIRECTORS OR SUCH COMMITTEE.

(C) ANY ONE OR MORE MEMBERS OF THE BOARD OF DIRECTORS OR ANY COMMITTEE THEREOF MAY PARTICIPATE IN A MEETING OF THE BOARD OF DIRECTORS OR ANY SUCH COMMITTEE BY MEANS OF A CONFERENCE TELEPHONE OR SIMILAR COMMUNICATIONS EQUIPMENT ALLOWING ALL PERSONS PARTICIPATING IN THE MEETING TO HEAR EACH OTHER AT THE SAME TIME. PARTICIPATION BY SUCH MEANS SHALL CONSTITUTE PRESENCE IN PERSON AT A MEETING.

SECTION 8. INTEREST.

NO DIRECTOR SHALL HAVE THE RIGHT TO VOTE ON ANY PROPOSAL THAT HE/SHE BE PAID COMPENSATION OR ON ANY CONTRACT OR OTHER MATTER IN WHICH HE/SHE HAS ANY PERSONAL INTEREST, DIRECT OR INDIRECT. EACH DIRECTOR SHALL BE OBLIGATED TO DISCLOSE TO THE BOARD ANY CONNECTION WITH COMMERCIAL, BUSINESS, MANUFACTURING OR FINANCIAL ENTERPRISES ACQUIRED BY HIM/HER AFTER HIS/HER ELECTION AS A DIRECTOR OR ANY INTEREST, DIRECT OR INDIRECT, WHICH HE/SHE HAS IN ANY MATTER WHICH COMES BEFORE THE BOARD.

SECTION 9. REMOVAL.

(A) ANY DIRECTOR MAY BE REMOVED OR SUSPENDED FROM OFFICE FOR CAUSE BY THE CONCURRING VOTE OF TWO-THIRDS OF ALL THE DIRECTORS THEN IN OFFICE PROVIDED THAT (1) CHARGES IN WRITING SIGNED BY AT LEAST THREE DIRECTORS SHALL HAVE BEEN FILED; (2) NOTICE OF SUCH CHARGES AND OF THE DATE OF A MEETING CALLED TO CONSIDER THEM SHALL HAVE BEEN GIVEN TO ALL THE DIRECTORS; AND (3) THE DIRECTOR AGAINST WHOM THE CHARGES ARE MADE SHALL HAVE HAD AN OPPORTUNITY TO BE HEARD THEREON AT SUCH MEETING.

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

(B) IT SHALL BE SUFFICIENT CAUSE FOR REMOVAL OF A DIRECTOR UNDER THIS SECTION (1) THAT HE/SHE HAS FAILED WITHOUT EXPLANATION TO ATTEND THREE SUCCESSIVE MEETINGS; OR (2) THAT HE/SHE HAS SUCH CONNECTIONS WITH COMMERCIAL, BUSINESS, MANUFACTURING OR FINANCIAL ENTERPRISES AS ARE LIKELY TO AFFECT HIS/HER INDEPENDENT JUDGMENT AS A DIRECTOR.

SECTION 10. POWERS.

THE BOARD OF DIRECTORS SHALL HAVE FULL AND COMPLETE POWER TO CARRY ON THE ACTIVITIES OF THE CORPORATION IN FURTHERANCE OF ITS PURPOSE, SUBJECT ONLY TO THE LIMITATIONS IMPOSED BY LAW, THE CERTIFICATE OF INCORPORATION, AND THESE BYLAWS. SUCH POWER SHALL INCLUDE, BUT NOT BE LIMITED TO, THE ADOPTION OF BUDGETS, THE SOLICITATION OF PROXIES, AND THE APPOINTMENT OF SUCH STANDING AND SPECIAL COMMITTEES AS ARE CONSIDERED NECESSARY OR ADVISABLE.

ARTICLE IV
OFFICERS

SECTION 1. ELECTION.

(A) THE BOARD SHALL ELECT FROM AMONG ITS MEMBERS A CHAIR OF THE BOARD, ONE OR MORE VICE CHAIRS OF THE BOARD, A SECRETARY AND A TREASURER. ELECTIONS FOR OFFICERS OTHER THAN THE CHAIR OF THE BOARD SHALL TAKE PLACE ANNUALLY AT THE FIRST REGULAR MEETING OF THE BOARD FOLLOWING THE ANNUAL ELECTION. ELECTIONS FOR THE CHAIR OF THE BOARD SHALL TAKE PLACE AT THE SAME SUCH REGULAR MEETING ONCE EVERY THREE YEARS AT THE CONCLUSION OF THE INCUMBENT CHAIR'S TERM OF OFFICE, UNLESS AN EARLIER ELECTION FOR CHAIR OF THE BOARD IS RENDERED NECESSARY FOR ANY REASON SET FORTH HEREIN.

(B) THE CHAIR OF THE BOARD SHALL HOLD OFFICE FOR A TERM OF THREE YEARS AND UNTIL HIS/HER SUCCESSOR IS ELECTED. THE TERM OF THE CHAIR OF THE BOARD MAY BE ONCE RENEWED; PROVIDED, HOWEVER, THAT NO CHAIR OF THE BOARD MAY SERVE OUT A TERM IN OFFICE SUBSEQUENT TO COMPLETING HIS OR HER MAXIMUM ALLOWABLE NUMBER OF TERMS AS A DIRECTOR ON THE BOARD OF THE DIRECTORS. THE CHAIR OF THE BOARD MAY BE REMOVED FROM OFFICE BY THE CONCURRING VOTE OF TWO-THIRDS OF ALL THE DIRECTORS THEN IN OFFICE.

(C) ALL OTHER OFFICERS SHALL HOLD OFFICE FOR A ONE-YEAR TERM, TWICE RENEWABLE, AND UNTIL THEIR SUCCESSORS ARE ELECTED, UNLESS REMOVED FROM OFFICE BY THE CONCURRING VOTE OF A MAJORITY OF ALL THE DIRECTORS THEN IN OFFICE.

(D) NOTWITHSTANDING THE TERM LIMITS SET FORTH ABOVE IN SUBSECTIONS 1(B) AND (C), THE INCUMBENT OFFICERS SERVING AS CHAIR, VICE-CHAIR, SECRETARY AND TREASURER, RESPECTIVELY, AS OF OCTOBER 20,

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

2006, SHALL BE ELIGIBLE TO SERVE A MAXIMUM OF ONE ADDITIONAL TERM IN OFFICE, BEGINNING AS OF THE FIRST REGULAR BOARD MEETING FOLLOWING THE 2006 ELECTION FOR THE BOARD OF DIRECTORS.

(E) THE BOARD MAY ALSO ELECT A CHAIR OF THE BOARD EMERITUS FOR AN INDEFINITE TERM AND MAY ALSO ASSIGN DUTIES TO THIS OFFICE AS IT MAY DEEM APPROPRIATE.

(F) IN CASE OF THE DEATH, RESIGNATION OR REMOVAL OF ANY OF THE AFOREMENTIONED OFFICERS OTHER THAN THE CHAIR OF THE BOARD, THE BOARD SHALL ELECT A SUCCESSOR TO HOLD OFFICE FOR THE REMAINDER OF THE TERM FOR WHICH HE/SHE WAS ELECTED. WITH RESPECT TO SUCH VACANCY IN THE POSITION OF CHAIR OF THE BOARD, AN INTERIM CHAIR MAY BE ELECTED TO SERVE UNTIL THE FIRST REGULAR MEETING OF THE BOARD OF DIRECTORS FOLLOWING THE NEXT ANNUAL ELECTION AFTER AN INTERIM ELECTION, AT WHICH TIME REGULAR ELECTIONS FOR A CHAIR OF THE BOARD SHALL BE HELD. IN THE ABSENCE OF AN ELECTED INTERIM CHAIR, THE VICE CHAIR SHALL SERVE AS ACTING CHAIR OF THE BOARD. NO TIME SERVED BY A DIRECTOR AS EITHER AN INTERIM CHAIR OR ACTING CHAIR SHALL COUNT AGAINST SUBSEQUENT SERVICE BY THAT DIRECTOR OF AN ELECTED THREE-YEAR TERM AS CHAIR OF THE BOARD, OR AGAINST THE MAXIMUM ALLOWABLE NUMBER OF TWO TERMS OF OFFICE.

(G) THE BOARD SHALL ALSO HAVE POWER TO ELECT AND AT PLEASURE REMOVE A COMPTROLLER AND SUCH OTHER OFFICERS AS IT SHALL DETERMINE, INCLUDING ASSISTANT SECRETARIES AND ASSISTANT TREASURERS.

SECTION 2. DUTIES AND POWERS.

THE OFFICERS SHALL PERFORM THE DUTIES CUSTOMARY TO THEIR OFFICES, SUCH OTHER DUTIES AS SHALL BE DELEGATED TO THEM BY THE BOARD OF DIRECTORS, AND THE FOLLOWING SPECIFIC DUTIES:

(A) CHAIR OF THE BOARD: THE CHAIR OF THE BOARD SHALL REPRESENT THE CORPORATION IN ITS RELATIONS WITH THE PUBLIC AND WITH OTHER ORGANIZATIONS AND INDIVIDUALS. HE/SHE SHALL PRESIDE AT ALL MEMBERSHIP MEETINGS AND MEETINGS OF THE BOARD OF DIRECTORS. HE/SHE SHALL BE A MEMBER EX OFFICIO, WITH RIGHT TO VOTE, OF THE EXECUTIVE COMMITTEE AND ALL STANDING COMMITTEES. HE/SHE SHALL BE AVAILABLE AT REASONABLE TIMES FOR ADVICE AND CONSULTATION WITH THE PRESIDENT AND MEMBERS OF THE STAFF.

(B) VICE CHAIR OF THE BOARD: IN CASE OF THE ABSENCE OF THE CHAIR OF THE BOARD OR OF HIS/HER INABILITY FOR ANY CAUSE TO ACT, THE VICE CHAIR OF THE BOARD SHALL PERFORM THE DUTIES OF HIS/HER OFFICE. HE/SHE SHALL ALSO PERFORM SUCH OTHER DUTIES AS MAY BE ASSIGNED TO HIM/HER FROM TIME TO TIME BY THE BOARD OF DIRECTORS.

(C) SECRETARY: THE SECRETARY SHALL BE RESPONSIBLE FOR GIVING NOTICES OF ALL MEETINGS OF THE BOARD OF DIRECTORS AND THE EXECUTIVE COMMITTEE AND THE KEEPING OF MINUTES OF SUCH MEETINGS AND OF MEMBERSHIP MEETINGS.

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

(D) TREASURER: THE TREASURER SHALL PRESENT TO THE BOARD OF DIRECTORS AN ANNUAL BUDGET AND ESTIMATE OF EXPECTED INCOME, AS WELL AS SUCH OTHER OPERATING BUDGETS AND INCOME ESTIMATES AS MAY BE REQUESTED. THE TREASURER SHALL ALSO PREPARE A COMPLETE FINANCIAL REPORT OF THE CORPORATION AT LEAST ANNUALLY. HE/SHE SHALL BE AVAILABLE AT REASONABLE TIMES FOR CONSULTATION WITH THE PRESIDENT AND THE COMPTROLLER ON FINANCIAL PROBLEMS OF THE CORPORATION.

ARTICLE V
EXECUTIVE COMMITTEE AND OTHER COMMITTEES

SECTION 1. EXECUTIVE AND OTHER STANDING COMMITTEES.

THE BOARD OF DIRECTORS MAY CREATE AN EXECUTIVE COMMITTEE AND OTHER STANDING COMMITTEES BY RESOLUTION ADOPTED BY THE MAJORITY OF THE ENTIRE BOARD OF DIRECTORS. SUCH EXECUTIVE COMMITTEE SHALL INCLUDE, AT A MINIMUM, THE CHAIR OF THE BOARD, THE VICE CHAIR OF THE BOARD, THE SECRETARY AND THE TREASURER. THE CHAIR OF THE BOARD MAY DESIGNATE FROM AMONG THE DIRECTORS ADDITIONAL MEMBERS TO SERVE ON THE EXECUTIVE COMMITTEE, AND SHALL DESIGNATE THREE OR MORE DIRECTORS TO SERVE ON EACH OF ANY OTHER STANDING COMMITTEES. DESIGNEES TO COMMITTEES MUST BE APPROVED BY RESOLUTION ADOPTED BY A MAJORITY OF THE ENTIRE BOARD. COMMITTEE CHAIRS SHALL BE APPOINTED BY THE CHAIR OF THE BOARD. THE COMMITTEES SHALL HAVE AUTHORITY TO THE EXTENT PROVIDED TO THEM BY THE BOARD OR THESE BYLAWS, EXCEPT THAT NO SUCH COMMITTEE SHALL HAVE AUTHORITY AS TO THE FOLLOWING MATTERS:

(A) THE SUBMISSION TO MEMBERS OF ANY ACTION REQUIRING MEMBERS' APPROVAL UNDER THE NEW YORK NOT-FOR-PROFIT CORPORATION LAW;

(B) THE FILLING OF VACANCIES IN THE BOARD OF DIRECTORS OR IN ANY COMMITTEE;

(C) THE AMENDMENT OR REPEAL OF THE BYLAWS OR THE ADOPTION OF NEW BYLAWS;

(D) THE AMENDMENT OR REPEAL OF ANY RESOLUTION OF THE BOARD WHICH BY ITS TERMS SHALL NOT BE SO AMENDABLE OR REPEALABLE; OR

(E) THE FIXING OF COMPENSATION OF THE DIRECTORS FOR SERVING ON THE BOARD OR ON ANY COMMITTEE.

THE CHAIR OF THE BOARD MAY APPOINT, SUBJECT TO BOARD APPROVAL, ONE OR MORE DIRECTORS AS ALTERNATE MEMBERS OF ANY STANDING COMMITTEE, WHO MAY REPLACE ANY ABSENT MEMBER OR MEMBERS AT ANY MEETING OF SUCH COMMITTEES.

SECTION 2. SPECIAL COMMITTEES.

THE BOARD OF DIRECTORS MAY CREATE SUCH SPECIAL COMMITTEES OF THE BOARD AS THE BOARD OF DIRECTORS SHALL FROM TIME TO TIME DETERMINE, EACH

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

CONSISTING OF ONE OR MORE DIRECTORS. THE CHAIR AND MEMBERS OF SUCH COMMITTEES MAY BE APPOINTED BY THE CHAIR OF THE BOARD, WITH THE CONSENT OF THE BOARD OF DIRECTORS. EACH SUCH COMMITTEE SHALL HAVE ONLY THE POWERS SPECIFICALLY DELEGATED TO THEM BY THE BOARD AND IN NO CASE SHALL HAVE POWERS WITH RESPECT TO ANY OF THE MATTERS SET FORTH IN PARAGRAPHS (A) TO (E), INCLUSIVE, OF SECTION 1 OF THIS ARTICLE V.

ARTICLE VI
PRESIDENT

THE BOARD OF DIRECTORS SHALL ENGAGE THE SERVICES OF A PRESIDENT WHO SHALL BE IN IMMEDIATE CHARGE OF THE ACTIVITIES AND STAFF OF THE CORPORATION, SUBJECT TO THE DIRECTIONS OF THE BOARD OF DIRECTORS AND THE EXECUTIVE COMMITTEE. HE/SHE SHALL EXERCISE SUPERVISION OVER THE OFFICES, FACILITIES AND PERSONNEL OF THE CORPORATION AND SHALL HAVE CUSTODY OF ITS BOOKS, RECORDS AND MAILING LISTS. HE/SHE SHALL PREPARE AND SUBMIT TO THE TREASURER THE ANNUAL AND SUCH OTHER BUDGETS AND INCOME ESTIMATES AS MAY BE REQUESTED FOR PRESENTATION TO THE BOARD OF DIRECTORS. HE/SHE SHALL HAVE ALL THE PRIVILEGES OF MEMBERSHIP ON THE BOARD OF DIRECTORS AND THE EXECUTIVE COMMITTEE EXCEPT THE RIGHT TO VOTE. THE PRESIDENT SHALL BE SUBJECT TO REMOVAL BY THE CONCURRING VOTE OF A MAJORITY OF ALL THE DIRECTORS.

ARTICLE VII
NATIONAL ADVISORY COMMITTEE

THE BOARD OF DIRECTORS SHALL HAVE THE RIGHT TO DESIGNATE ONE OR MORE NATIONAL ADVISORY COMMITTEES AND TO APPOINT PERSONS TO SERVE THEREON. ANY SUCH COMMITTEE OR ANY OF ITS MEMBERS MAY SUBMIT SUGGESTIONS TO THE BOARD OF DIRECTORS FOR ACTION, AND THE BOARD MAY CONSULT ANY SUCH COMMITTEE OR ANY OF ITS MEMBERS ON QUESTIONS OF GENERAL POLICY.

ARTICLE VIII
INDEMNIFICATION OF DIRECTORS, OFFICERS
AND CERTAIN CORPORATE PERSONNEL

SECTION 1. ACTIONS BY OR IN THE RIGHT OF THE CORPORATION.
THE CORPORATION SHALL, TO THE FULLEST EXTENT PERMITTED BY ARTICLES 2 AND 7 OF THE NEW YORK NOT-FOR-PROFIT CORPORATION LAW, INDEMNIFY ANY PERSON MADE A PARTY TO AN ACTION BY OR IN THE RIGHT OF THE CORPORATION TO

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

PROCURE A JUDGMENT IN ITS FAVOR, BY REASON OF THE FACT THAT SUCH PERSON, HIS/HER TESTATOR OR INTESTATE, IS OR WAS A DIRECTOR OR OFFICER OF THE CORPORATION, OR SERVES AS OR SERVED AS PRESIDENT, CHIEF FINANCIAL OFFICER, VICE PRESIDENT, TECHNICAL DIRECTOR, EDITORIAL DIRECTOR, OR SENIOR DIRECTOR, AGAINST THE REASONABLE EXPENSES, INCLUDING ATTORNEYS' FEES, ACTUALLY AND NECESSARILY INCURRED BY HIM/HER IN CONNECTION WITH THE DEFENSE OF SUCH ACTION, OR IN CONNECTION WITH AN APPEAL THEREIN, EXCEPT IN RELATION TO MATTERS AS TO WHICH SUCH DIRECTOR, OFFICER, PRESIDENT, CHIEF FINANCIAL OFFICER, VICE PRESIDENT, TECHNICAL DIRECTOR, EDITORIAL DIRECTOR, OR SENIOR DIRECTOR IS ADJUDGED TO HAVE BREACHED HIS/HER DUTY TO THE CORPORATION UNDER SECTION 717 OR OTHER APPLICABLE SECTIONS OF THE NEW YORK NOT-FOR-PROFIT CORPORATION LAW. THE INDEMNIFICATION PROVIDED FOR IN THIS SECTION 1 SHALL IN NO CASE INCLUDE (A) AMOUNTS PAID IN SETTLING OR OTHERWISE DISPOSING OF A THREATENED ACTION, OR A PENDING ACTION WITH OR WITHOUT COURT APPROVAL, OR (B) EXPENSES INCURRED IN DEFENDING A THREATENED ACTION, OR A PENDING ACTION WHICH IS SETTLED OR OTHERWISE DISPOSED OF WITHOUT COURT APPROVAL.

SECTION 2. INDEMNIFICATION OF DIRECTORS, OFFICERS AND CERTAIN CORPORATE PERSONNEL.

THE CORPORATION SHALL, TO THE FULLEST EXTENT PERMITTED BY ARTICLES 2 AND 7 OF THE NEW YORK NOT-FOR-PROFIT CORPORATION LAW, INDEMNIFY ANY PERSON MADE, OR THREATENED TO BE MADE, A PARTY TO AN ACTION OR PROCEEDING OTHER THAN ONE BY OR IN THE RIGHT OF THE CORPORATION TO PROCURE A JUDGMENT IN ITS FAVOR, WHETHER CIVIL OR CRIMINAL, INCLUDING AN ACTION BY OR IN THE RIGHT OF ANY OTHER CORPORATION OF ANY TYPE OR KIND, DOMESTIC OR FOREIGN, OR ANY PARTNERSHIP, JOINT VENTURE, TRUST, EMPLOYEE BENEFIT PLAN OR OTHER ENTERPRISE, WHICH ANY DIRECTOR, OFFICER, PRESIDENT, CHIEF FINANCIAL OFFICER, VICE PRESIDENT, TECHNICAL DIRECTOR, EDITORIAL DIRECTOR, OR SENIOR DIRECTOR OF THE CORPORATION SERVED IN ANY CAPACITY AT THE REQUEST OF THE CORPORATION, BY REASON OF THE FACT THAT SUCH PERSON, HIS/HER TESTATOR OR INTESTATE, WAS A DIRECTOR OR OFFICER OF THE CORPORATION, OR SERVED AS PRESIDENT, CHIEF FINANCIAL OFFICER, VICE PRESIDENT, TECHNICAL DIRECTOR, EDITORIAL DIRECTOR, OR SENIOR DIRECTOR OF THE CORPORATION, OR SERVED SUCH OTHER CORPORATION, PARTNERSHIP, JOINT VENTURE, TRUST, EMPLOYEE BENEFIT PLAN OR OTHER ENTERPRISE IN ANY CAPACITY, AGAINST JUDGMENTS, FINES, AMOUNTS PAID IN SETTLEMENTS AND REASONABLE EXPENSES, INCLUDING ATTORNEYS' FEES ACTUALLY AND NECESSARILY INCURRED AS A RESULT OF SUCH ACTION OR PROCEEDING, OR ANY APPEAL THEREIN, IF SUCH DIRECTOR, OFFICER, PRESIDENT, CHIEF FINANCIAL OFFICER, VICE PRESIDENT, TECHNICAL DIRECTOR, EDITORIAL DIRECTOR, OR SENIOR DIRECTOR ACTED IN GOOD FAITH FOR A PURPOSE WHICH HE/SHE REASONABLY BELIEVED TO BE

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

IN, OR, IN THE CASE OF SERVICE FOR ANY OTHER CORPORATION OR ANY PARTNERSHIP, JOINT VENTURE, TRUST, EMPLOYEE BENEFIT PLAN OR OTHER ENTERPRISE, NOT OPPOSED TO, THE BEST INTERESTS OF THE CORPORATION, AND, IN CRIMINAL ACTIONS OR PROCEEDINGS, IN ADDITION, HAD NO REASONABLE CAUSE TO BELIEVE THAT HIS/HER CONDUCT WAS UNLAWFUL. THE TERMINATION OF ANY SUCH CRIMINAL OR CIVIL ACTION OR PROCEEDING BY JUDGMENT, SETTLEMENT, CONVICTION OR UPON A PLEA OF NOLO CONTENDERE, OR ITS EQUIVALENT, SHALL NOT IN ITSELF CREATE A PRESUMPTION THAT ANY SUCH DIRECTOR, OFFICER, PRESIDENT, CHIEF FINANCIAL OFFICER, VICE PRESIDENT, TECHNICAL DIRECTOR, EDITORIAL DIRECTOR, OR SENIOR DIRECTOR DID NOT ACT, IN GOOD FAITH, FOR A PURPOSE WHICH HE/SHE REASONABLY BELIEVED TO BE IN, OR, IN THE CASE OF SERVICE FOR ANY OTHER CORPORATION OR ANY PARTNERSHIP, JOINT VENTURE, TRUST, EMPLOYEE BENEFIT PLAN OR OTHER ENTERPRISE, NOT OPPOSED TO, THE BEST INTERESTS OF THE CORPORATION, OR THAT HE/SHE HAD REASONABLE CAUSE TO BELIEVE THAT HIS/HER CONDUCT WAS UNLAWFUL. THIS SECTION SHALL, WITH RESPECT TO THE CORPORATION'S OFFICERS AND DIRECTORS, BE CONSTRUED IN CONFORMITY WITH SECTION 723 (C) OF THE NEW YORK NOT-FOR-PROFIT CORPORATION LAW.

ARTICLE IX
AMENDMENTS

THESE BYLAWS MAY BE AMENDED BY THE CONCURRING VOTE OF TWO-THIRDS OF ALL THE DIRECTORS THEN IN OFFICE. ANY SUCH AMENDMENT TO THE BYLAWS ADOPTED BY THE DIRECTORS SHALL BE WITHIN A REASONABLE TIME, REPORTED TO THE MEMBERSHIP IN AN ISSUE OF CONSUMER REPORTS.

FORM 990, PART I - SPECIAL FUNDRAISING EVENTS AND ACTIVITIES

DESCRIPTION	GROSS REVENUE	DIRECT EXPENSES	NET INCOME
RAFFLE	7,281,353.	3,529,902.	3,751,451.
TOTALS	7,281,353.	3,529,902.	3,751,451.

FORM 990, PART I - OTHER INCREASES IN FUND BALANCES

DESCRIPTION		AMOUNT
UNREALIZED GAIN ON INVESTMENTS		18,549,172.
ADJUSTMENT DUE TO ROUNDING		1,752.
	TOTAL	18,550,924.

FORM 990, PART I - OTHER DECREASES IN FUND BALANCES

DESCRIPTION	AMOUNT
UNREALIZED LOSS ON INTEREST RATE SWAP	530,095.
EFFECT OF ADOPTION OF FASB NO. 158	20,390,000.
CHANGE IN VALUE OF SPLIT-INTEREST AGREEM	24,000.
TOTAL	20,944,095.

STATEMENT 21

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
GRANTS PAID			
CONSUMER FEDERATION OF AMERICA 1424 16TH STREET NW SUITE 601 WASHINGTON, DC 20036	NONE EXEMPT ORGANIZATION	SUPPORT FOR STATE AND LOCAL GRANTS PROGRAM FOR US CONSUMER ORGANIZATIONS	65,000.
ARIZONA STATE UNIVERSITY EDUCATION POLICY STUDIES LABORATORY PO BOX BOX 0872411 TEMPE, AZ 85287	NONE EXEMPT ORGANIZATION	SUPPORT FOR THE COMMERCIALISM IN EDUCATION RESEARCH UNIT RESEARCH ON ADVERTISING TO CHILDREN	55,000.
CONSUMER FEDERATION OF AMERICA 1424 16TH STREET NW SUITE 604 WASHINGTON, DC 20036	NONE EXEMPT ORGANIZATION	SUPPORT FOR TRAVEL AND CONFERENCE COSTS FOR STATE AND LOCAL ROUNDTABLE MEETING - CONSUMER CONF	25,000.
USPIRG EDUCATION FUND 218 D STREET SE 2ND FLOOR WASHINGTON, DC 20003	NONE EXEMPT ORGANIZATION	SUPPORT FOR NAT CONSUMER BACKUP CENTER	25,000.
CONSUMERS INTERNATIONAL 24 HIGHBURY CRESCENT N5 1RX LONDON UNITED KINGDOM	NONE EXEMPT ORGANIZATION	SUPPORT FOR GLOBAL CAMPAIGN WORK	25,000.
CONSUMER FEDERATION OF AMERICA 1424 16TH STREET NW SUITE 604 WASHINGTON, DC 20036	NONE EXEMPT ORGANIZATION	SUPPORT FOR STATE AND LOCAL CONSUMER ORGANIZATION DEVELOPMENT PROGRAM	15,000.
MEDICARE RIGHTS CENTER 214 WATER STREET HALLOWELL, ME 04347	NONE EXEMPT ORGANIZATION	SUPPORT FOR POLICY RESEARCH REPORT ON MEDICARE PART D	10,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
MINNESOTA SENIOR FEDERATION 1885 UNIVERSITY AVENUE WEST SUITE 190 ST PAUL, MN 55104	NONE EXEMPT ORGANIZATION	SUPPORT FOR ADVOCACY AND PUBLIC EDUCATION PROJECT PRESCRIPTION DRUG SAFETY AND AFFORDABILITY	5,000.
CONNECTICUT CENTER FOR PATIENT SAFETY 26 W WOODLAND DRIVE REDDING, CT 06896	NONE EXEMPT ORGANIZATION	SUPPORT FOR ADVOCACY AND PUBLIC EDUCATION PROJECT REGARDING HEALTH CARE ACQUIRED INFECTIONS	5,000.
ALLIED MEDIA PROJECTS PO BOX 442339 DETROIT, MI 48232	NONE EXEMPT ORGANIZATION	SUPPORT FOR NATL CONFERENCE OF ALTERNATIVE MEDIA MAKERS AND SOCIAL JUSTICE ACTIVISTS	5,000.
MOUNTAIN STATE JUSTICE 1031 QUARRIES STREET E 200 CHARLESTON, WV 25301	NONE EXEMPT ORGANIZATION	SUPPORT FOR ADVOCACY AND PUBLIC EDUCATION PROJECT ON SECURITY FREEZE AND IDENTITY THEFT	5,000.
AMERICAN MEDICAL STUDENT ASSOCIATION FOUNDATION 1902 ASSOCIATION DRIVE RESTON, VA 20191	NONE EXEMPT ORGANIZATION	SUPPORT FOR TRANING PROGRAM FOR MEDICAL STUDENTS AND RESIDENTS ON RATIONAL DRUG USE	5,000.
PRESCRIPTION POLICY CHOICES PO BOX 204 HALLOWELL, ME 04347	NONE EXEMPT ORGANIZATION	SUPPORT FOR POLICY ANALYSIS AND PUBLIC EDUCATION REGARDING PRESCRIPTION DRUG ISSUES	4,500.
ARIZONA PIRG 130 N CENTRAL AVENUE SUITE 311 PHOENIX, AZ 85004	NONE EXEMPT ORGANIZATION	SUPPORT FOR FINANCIAL PRIVACY ADVOCACY PROJECT	2,500.
INDENTITY THEFT ACTION COUNCIL OF NEBRASKA 16422 AMES AVENUE OMAHA, NE 68116	NONE EXEMPT ORGANIZATION	SUPPORT FOR ADVOCACY AND PUBLIC EDUCATION PROJECT RE SECURITY FREEZE AND IDENTITY THEFT	2,000.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
		TOTAL CONTRIBUTIONS PAID	254,000.

FORM 990, PART II - OTHER EXPENSES

DESCRIPTION	TOTAL	PROGRAM SERVICES	MANAGEMENT AND GENERAL	FUNDRAISING
OTHER PROFESSIONAL SERVICES	9,288,441.	6,747,225.	2,201,327.	339,889.
SALES & MARKETING ALLOCATIONS	26,740,215.	26,404,173.	113,264.	222,778.
PRODUCT TESTING	3,522,438.	3,522,438.		
LIBRARY SERVICES	632,830.	597,344.	34,591.	895.
MISCELLANEOUS G&A	4,707,295.	2,395,150.	2,245,336.	66,809.
OTHER CONTRIBUTIONS	18,292.	18,292.		
DUES	950,415.	949,757.	658.	
MISCELLANEOUS	121.		121.	
TOTALS	45,860,047.	40,634,379.	4,595,297.	630,371.

FORM 990, PART IV - INVESTMENTS - PUBLICLY TRADED SECURITIES

DESCRIPTION	ENDING BOOK VALUE	COST OR FMV
U.S. TREASURY SECURITIES	25,105,487.	FMV
MORTGAGE-BACKED SECURITIES	16,280,088.	FMV
EQUITY SECURITIES	136,244,921.	FMV
SHORT-TERM INVESTMENTS	18,433.	FMV
TOTALS	177,648,929.	

FORM 990, PART IV - INVESTMENTS - OTHER

DESCRIPTION	ENDING BOOK VALUE
INVESTMENT PROPERTY	1,350,000.
ASSETS UNDER DERIV INSTRUMENT	317,484.
TOTALS	1,667,484.

FORM 990, PART IV - OTHER ASSETS

DESCRIPTION	ENDING BOOK VALUE
DEPOSIT	39,934.
MGMT PENSION (FASB ADJUSTMENT)	1,042,845.
DEFERRED BOND ISSUANCE	2,110,188.
LT ASSETS - CHAR REM TRUST	1,104,796.
LT RCVABLE - CHAR REM TRUST	32,221.
TOTALS	4,329,984.

FORM 990, PART IV - TAX-EXEMPT BOND LIABILITIES

DESCRIPTION		ENDING BOOK VALUE
SEE STATEMENT 5		47,300,000.
	TOTALS	47,300,000.

FORM 990, PART IV - OTHER LIABILITIES

DESCRIPTION	ENDING BOOK VALUE
OTHER LIABILITIES	1,002,000.
CHARITABLE GIFT ANNUITY LIABS	5,128,392.
DEFERRED RENT	127,682.
UNION PENSION LIABILITIES	5,931,654.
TOTALS	12,189,728.

FORM 990, PART IV-A - OTHER REVENUE ON BOOKS BUT NOT ON RETURN

DESCRIPTION	AMOUNT
RAFFLE EXPENSE	3,529,902.
CHANGE IN VALUE OF SPLIT-INTEREST AGREEMENT	-23,603.
ADOPTION OF FASB NO 158	-20,390,460.
UNREALIZED LOSS INT RATE SWAP	-530,095.
REVENUE OF RELATED ENTITY	33,386.
TOTAL	-17,380,870.

FORM 990, PART IV-B - OTHER EXPENSES ON BOOKS BUT NOT ON RETURN

DESCRIPTION	AMOUNT
RAFFLE EXPENSES INCLUDED ON PART I LINE 9B OF FORM 990	3,529,902.
EXPENSES OF RELATED ENTITY	207,710.
TOTAL	3,737,612.

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND TIME DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
JAMES A GUEST C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	PRESIDENT AND CEO 35.00	429,414.	140,350.	NONE
JOHN SATEJA C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	SR VP INFO PROD 35.00	411,136.	59,825.	NONE
RICHARD GANNON C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	VP AND CFO 35.00	350,626.	52,099.	NONE
PAMELA ABRAMS C/O CONSUMER UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	SECRETARY 1.00	NONE	NONE	NONE
ROBERT S ADLER C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	DIRECTOR 1.00	NONE	NONE	NONE
ROBERT E BAENSCH	DIRECTOR 1.00	NONE	NONE	NONE

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND TIME DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057				
WILLIAM F BAKER C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	DIRECTOR 1.00	NONE	NONE	NONE
CHRISTINE A BJORKLUND C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	DIRECTOR 1.00	NONE	NONE	NONE
WALTER BRISTOL C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	DIRECTOR 1.00	NONE	NONE	NONE
BERNARD E BROOKS C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	DIRECTOR 1.00	NONE	NONE	NONE
LAURENCE BUNIN C/O CONSUMERS UNION 101 TRUMAN AVENUE	DIRECTOR 1.00	NONE	NONE	NONE

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND TIME DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
YONKERS, NY 10703-1057				
CLARENCE M DITLOW C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	TREASURER 1.00	NONE	NONE	NONE
JEAN ANN FOX C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	VICE CHAIR (BOARD) 1.00	NONE	NONE	NONE
BARBARA S FRIEDMAN C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	DIRECTOR 1.00	NONE	NONE	NONE
LINDA GINZEL C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	DIRECTOR 1.00	NONE	NONE	NONE
KAREN HEIN MD C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	DIRECTOR 1.00	NONE	NONE	NONE

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND TIME DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
CAROL IZUMI C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	DIRECTOR 1.00	NONE	NONE	NONE
SHARON L NELSON C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	CHAIR (BOARD) 1.00	NONE	NONE	NONE
BURNELE VENABLE POWELL C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	DIRECTOR 1.00	NONE	NONE	NONE
TERESA M SCHWARTZ C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	DIRECTOR 1.00	NONE	NONE	NONE
NORMAN I SILBER C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703-1057	DIRECTOR 1.00	NONE	NONE	NONE

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND TIME DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
	GRAND TOTALS	1,191,176.	252,274.	NONE

FORM 990, PART VI - CHANGES TO ORGANIZING OR GOVERNING DOCUMENT

SEE STATEMENT 7

FORM 990, PART VI - NAMES OF RELATED ORGANIZATIONS
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RELATED ORGANIZATION NAME: CONSUMERS UNION ACTION FUND, INC.

EXEMPT: X NONEXEMPT:

RELATED ORGANIZATION NAME: TRUMAN AVENUE FOUNDATION, INC.

EXEMPT: X NONEXEMPT:

FORM 990, PART VI, LINE 90A - STATES
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AL,AK,AZ,AR,CA,CO,CT,DC,FL,GA,
IL,KS,KY,LA,ME,MD,MA,MI,MN,MS,MO,NH,NJ,NM,
NY,NC,ND,OH,OK,OR,PA,RI,SC,TN,TX,UT,VT,VA,WA,WV,WI,

STATEMENT 40

FORM 990, PART VIII - ACCOMPLISHMENT OF EXEMPT PURPOSES

LINE NO.	EXPLANATION OF HOW EACH ACTIVITY FOR WHICH INCOME IS REPORTED IN COLUMN (E) OF PART VII CONTRIBUTED IMPORTANTLY TO THE ACCOMPLISHMENT OF EXEMPT PURPOSES
93A	WE PUBLISH INFORMATION IN CONSUMER REPORTS MAGAZINE, SHOP SMART MAGAZINE, WWW.CONSUMERREPORTS.ORG, CR ON HEALTH, CR MEDICAL GUIDE, CR MONEY ADVISER, SPECIAL PUBLICATIONS, CONSUMER REPORTS TELEVISION NEWS, NEWSPAPER COLUMNS, RADIO PROGRAMS, RSS FEEDS AND E-MAIL NEWSLETTERS. THE INFORMATION IN THOSE PRODUCTS IS DERIVED FROM TESTS OF APPROXIMATELY 60 PRODUCT CATEGORIES PER YEAR IN OUR LABORATORIES, FROM RESEARCH ON CONSUMER SERVICES AND PRACTICES, AND FROM RESEARCH ON POLICIES AFFECTING CONSUMERS. WE ALSO COLLECT AND TRANSMIT TO CONSUMERS PRICE INFORMATION ABOUT NEW AND USED CARS. THE INFORMATION PRODUCTS THAT GENERATE OUR INCOME ENABLE US TO INFORM AND EDUCATE CONSUMERS IN MYRIAD WAYS, ON A CONSISTENT BASIS, AND TO WORK FOR CONSUMER PROTECTION. IN ADDITION, FOUNDATION GRANTS AND INTERNAL FUNDS SUPPORT A RANGE OF FREE PUBLIC EDUCATION MATERIALS ONLINE AND IN PRINT. THESE INCLUDE: THE CONSUMERS UNION ADVOCACY WEB SITE (CONSUMERSUNION.ORG), CONSUMER REPORTS WEB WATCH (CONSUMERSWEBWATCH.ORG), CONSUMER REPORTS BEST BUY DRUGS (CRBESTBUYDRUGS.ORG), PODER DEL CONSUMIDOR (SPANISH LANGUAGE CONSUMER EDUCATION MATERIALS, AT WWW.CONSUMERSUNION.ORG/ ESPANOL/) CONSUMER REPORTS GREENER CHOICES (GREENERCHOICES. ORG), AND ECO-LABELS, AN ONLINE GUIDE TO ENVIRONMENTAL LABELS (ECO-LABELS.ORG). OUR COMMUNICATIONS OFFICE ALSO PROVIDES CONSUMER INFORMATION AND ADVICE TO MILLIONS OF OTHERS THROUGH ITS WORK WITH THE NEWS MEDIA.

FORM 990, PART XI - TRANSFERS TO CONTROLLED ENTITIES STATEMENT

CONTROLLED ENTITY'S NAME: CONSUMERS UNION ACTION FUND INC
CONTROLLED ENTITY'S ADDRESS: 101 TRUMAN AVENUE
CITY, STATE & ZIP: YONKERS, NY 10703
EIN: 20-4780406
TRANSFER AMOUNT: 200,000.
EXPLANATION OF TRANSFER TO CONTROLLED ENTITY:
LOAN

CONTROLLED ENTITY'S NAME: TRUMAN AVENUE FOUNDATION INC
CONTROLLED ENTITY'S ADDRESS: 101 TRUMAN AVENUE
CITY, STATE & ZIP: YONKERS, NY 10703
EIN: 20-5665599
TRANSFER AMOUNT: 2,500.
EXPLANATION OF TRANSFER TO CONTROLLED ENTITY:
GRANT

SCHEDULE A, PART I - COMPENSATION OF THE FIVE HIGHEST PAID EMPLOYEES

NAME AND ADDRESS	TITLE AND TIME DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCOUNT
JEFFERY ASHER C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703	VP AND TECHNICAL DIR 35.00	308,731.	51,955.	NONE
JEROLD STEINBRINK C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703	VP PUBLISHING 35.00	306,373.	44,557.	NONE
KEVIN MCKEAN C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703	VP EDITORIAL DIR 35.00	292,155.	48,449.	NONE
EILEEN HERSHENOV C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703	VP GENERAL COUNSEL 35.00	282,711.	47,318.	NONE
JAMIE DARNOW C/O CONSUMERS UNION 101 TRUMAN AVENUE YONKERS, NY 10703	SR DIR CONSUMER MKT 35.00	260,425.	40,291.	NONE
	TOTAL COMPENSATION	1,450,395.	232,570.	NONE

SCH. A, PART II-A COMPENSATION OF THE 5 HIGHEST PAID FOR PROF. SERV.

RESULT ARCHITECTS 230 SADDLE HILL ROAD STAMFORD, CT 06903	CONSULTING	1,518,386.
GRASSROOTS TECHNOLOGIES INC 116 WEST 23RD STREET SUITE 500 NEW YORK, NY 10011	CONSULTING	490,444.
KPMG LLP 345 PARK AVENUE NEW YORK, NY 10154	AUDITING	364,026.
LESTER TELEMARKETINGS INC 19 BUSINESS PARK DRIVE BRANFORD, CT 06405	PROFL FUNDRAISER	240,264.
ERNST AND YOUNG LLP GENERAL POST OFFICE PO BOX 5980 NEW YORK, NY 10087-5980	CONSULTING	233,991.
TOTAL COMPENSATION		2,847,111.

SCH. A, PART II-B COMPENSATION OF THE 5 HIGHEST PAID FOR OTHER SERV.

COMMUNICATION DATA SERVICES 1901 BELL AVENUE DES MOINES, IA 50315	FULFILLMENT SERVICES	8,883,889.
QUEBECOR WORLD INC 420 WEST INDUSTRIAL AVENUE EFFINGHAM, IL 62401-2834	PRINTING	6,512,495.
GOOGLE INC 1600 AMPHITHEATRE PARKWAY MOUNTAIN VIEW, CA 94043	SEARCH ENGINE MRKTG	6,101,370.
NEWPAGE CORPORATION 23504 NETWORK PLACE CHOCAGO, IL 60673-1235	PRINTING	2,198,980.
MIKAM GRAPHICS LLC 232 MADISON AVENUE ROOM 704 NEW YORK, NY 10016	MAILING SERVICES	2,175,531.
	TOTAL COMPENSATION	25,872,265.

SCHEDULE A, PART III - EXPLANATION FOR LINE 2D
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SEE FORM 990, PART V
EXPENSE REIMBURSEMENT FOR OFFICERS, DIRECTORS AND KEY EMPLOYEES REPRESENT DIRECTLY RELATED EXPENSES APPLICABLE TO CARRYING OUT CONSUMERS UNION OF U.S., INC. ACTIVITIES. ALL EXPENSE REIMBURSEMENTS ARE PURSUANT TO AN ACCOUNTABLE PLAN AND ARE DIRECTLY RELATED.

SCHEDULE A, PART III - EXPLANATION FOR LINE 3A
==

SEE STATEMENT 2

SCHEDULE A, PART IV-A - OTHER INCOME

DESCRIPTION	2005	2004	2003	2002	TOTAL
OTHER	1,283,586.	63,782.	56,101.	155,531.	1,559,000.
TOTALS	1,283,586.	63,782.	56,101.	155,531.	1,559,000.

SCHEDULE B, PART III - SECTION 501(C)(7),(8), OR (10) ORGANIZATIONS
THAT RECEIVED MORE THAN $1,000 IN CHARITABLE GIFTS DURING THE YEAR

(A) NO. FROM PART I | (B) PURPOSE OF GIFT

26

(C) USE OF GIFT

(D) DESCRIPTION OF HOW GIFT IS HELD

(E) TRANSFER OF GIFT

RECIPIENT'S NAME, ADDRESS, AND ZIP CODE

,

RELATIONSHIP TO TRANSFEREE

(A) NO. FROM PART I | (B) PURPOSE OF GIFT

27

(C) USE OF GIFT

(D) DESCRIPTION OF HOW GIFT IS HELD

SCHEDULE B, PART III - SECTION 501(C)(7),(8), OR (10) ORGANIZATIONS
THAT RECEIVED MORE THAN $1,000 IN CHARITABLE GIFTS DURING THE YEAR

(E) TRANSFER OF GIFT

RECIPIENT'S NAME, ADDRESS, AND ZIP CODE

,

RELATIONSHIP TO TRANSFEREE

STATEMENT 50

Schedule D Detail of Long-term Capital Gains and Losses

Description	Date Acquired	Date Sold	Gross Sales Price	Cost or Other Basis	Long-term Gain/Loss
CAPITAL GAINS (LOSSES) FROM SECURITIES					
GAIN ON SALE OF SECURITIES	VAR	VAR	111,545,554.	109,517,573.	2,027,981.
TOTAL CAPITAL GAINS (LOSSES) FROM SECURITIES			111,545,554.	109,517,573.	2,027,981.
Totals			111,545,554.	109,517,573.	2,027,981.

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6F0970 2.000