

OWASP FOUNDATION

Form 990 and 990-T, Exempt Tax Return

Year Ended December 31, 2006

Return of Organization Exempt From Income Tax

2006

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

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

B Check if applicable:	
<input type="checkbox"/> Address change	C
<input type="checkbox"/> Name change	OWASP Foundation
<input type="checkbox"/> Initial return	9175 Guilford Road #300
<input type="checkbox"/> Final return	Columbia, MD 21046
<input type="checkbox"/> Amended return	
<input type="checkbox"/> Application pending	

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

G Web site: ► www.owasp.org**J** Organization type (check only one) ► 501(c) 3 (insert no.) 4947(a)(1) or 527**K** Check here ► if the organization is not a 509(a)(3) supporting organization and its gross receipts are normally not more than \$25,000. A return is not required, but if the organization chooses to file a return, be sure to file a complete return.**L** Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12... ► 317,773.

D Employer Identification Number	20-0963503
E Telephone number	301-604-4882
F Accounting method:	<input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) ►

Hand I are not applicable to section 527 organizations.	
H (a) Is this a group return for affiliates? ... <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
H (b) If 'Yes,' enter number of affiliates ►	
H (c) Are all affiliates included? <input type="checkbox"/> Yes <input type="checkbox"/> No (If 'No,' attach a list. See instructions.)	
H (d) Is this a separate return filed by an organization covered by a group ruling? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
I Group Exemption Number... ►	
M Check ► <input checked="" type="checkbox"/> if the organization is not required to attach Schedule B (Form 990, 990-EZ, or 990-PF).	

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

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

Application for Extension of Time To File an
Exempt Organization Return

OMB No. 1545-1709

 Department of the Treasury
Revenue Service

► File a separate application for each return.

- If you are filing for an **Automatic 3-Month Extension**, complete only Part I and check this box. ►
- If you are filing for an **Additional (not automatic) 3-Month Extension**, complete only Part II (on page 2 of this form).

Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.**Part I Automatic 3-Month Extension of Time.** Only submit original (no copies needed).Section 501(c)(3) corporations required to file Form 990-T and requesting an automatic 6-month extension – check this box and complete Part I only. ► *All other corporations (including 1120-C filers), partnerships, REMICS, and trusts must use Form 7004 to request an extension of time to file income tax returns.*

Electronic Filing (e-file). Generally, you can electronically file Form 8868 if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for section 501(c)(3) corporations required to file Form 990-T). However, you cannot file Form 8868 electronically if (1) you want the additional (not automatic) 3-month extension or (2) you file Forms 990-BL, 6069, or 8870, group returns, or a composite or consolidated Form 990-T. Instead, you must submit the fully completed and signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit www.irs.gov/efile and click on e-file for Charities & Nonprofits.

Type or print File by the due date for filing your return. See instructions.	Name of Exempt Organization OWASP Foundation	Employer identification number 20-0963503
	Number, street, and room or suite number. If a P.O. box, see instructions. 9175 Guilford Road #300	
	City, town or post office. For a foreign address, see instructions. Columbia, MD 21046	state ZIP code

Check type of return to be filed (file a separate application for each return):

- | | | |
|--|--|------------------------------------|
| <input checked="" type="checkbox"/> Form 990 | <input type="checkbox"/> Form 990-T (corporation) | <input type="checkbox"/> Form 4720 |
| <input type="checkbox"/> Form 990-BL | <input type="checkbox"/> Form 990-T (section 401(a) or 408(a) trust) | <input type="checkbox"/> Form 5227 |
| <input type="checkbox"/> Form 990-EZ | <input type="checkbox"/> Form 990-T (trust other than above) | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-PF | <input type="checkbox"/> Form 1041-A | <input type="checkbox"/> Form 8870 |

- The books are in the care of. ► Management

Telephone No. ► 301-604-4882 FAX No. ►

- If the organization does not have an office or place of business in the United States, check this box. ►
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) . If this is for the whole group, check this box. ► . If it is for part of the group, check this box. ► and attach a list with the names and EINs of all members the extension will cover.

1 I request an automatic 3-month (6 months for a section 501(c)(3) corporation required to file Form 990-T) extension of time until 8/15, 20 07, to file the exempt organization return for the organization named above.

The extension is for the organization's return for:

- calendar year 20 06 or
- tax year beginning , 20 , and ending , 20 .

2 If this tax year is for less than 12 months, check reason: Initial return Final return Change in accounting period

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.....	3a \$ 0.
b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.....	3b \$ 0.
c Balance Due. Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.....	3c \$ 0.

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

BAA For Privacy Act and Paperwork Reduction Act Notice, see instructions.

Form 8868 (Rev 12-2006)

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.

		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
<i>Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.</i>					
a Grants paid from donor advised funds (attach sch) (cash \$ _____) non-cash \$ _____ If this amount includes foreign grants, check here.. ► <input type="checkbox"/>	22a				
22b Other grants and allocations (att sch) (cash \$ _____) non-cash \$ _____ If this amount includes foreign grants, check here.. ► <input type="checkbox"/>	22b				
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 sch).....	25a	0.	0.	0.	0.
b Compensation of former officers, directors, key employees, etc listed in Part V-B (attach sch).....	25b	0.	0.	0.	0.
c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule).....	25c	0.	0.	0.	0.
26 Salaries and wages of employees not included on lines 25a, b, and c.....	26				
27 Pension plan contributions not included on lines 25a, b, and c.....	27				
28 Employee benefits not included on lines 25a - 27.....	28				
29 Payroll taxes.....	29				
30 Professional fundraising fees.....	30				
31 Accounting fees.....	31	650.		650.	
32 Legal fees.....	32				
33 Supplies.....	33				
34 Telephone.....	34				
35 Postage and shipping.....	35				
36 Occupancy.....	36				
37 Equipment rental and maintenance.....	37				
38 Printing and publications.....	38				
39 Travel.....	39				
40 Conferences, conventions, and meetings.....	40	152,320.	152,320.		
41 Interest.....	41				
42 Depreciation, depletion, etc (attach schedule).....	42	10,000.	10,000.		
43 Other expenses not covered above (itemize): a See Statement 1 b _____ c _____ d _____ e _____ f _____ g _____	43a	60,241.	44,024.	16,217.	
44 Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B) - (D), carry these totals to lines 13 - 15).....	44	223,211.	206,344.	16,867.	0.

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

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

If 'Yes,' enter (i) the aggregate amount of these joint costs \$ _____; (ii) the amount allocated to Program services

\$ _____; (iii) the amount allocated to Management and general \$ _____; and (iv) the amount allocated to Fundraising \$ _____

Part III Statement of Program Service Accomplishments

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? ►

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) organizations and
4947(a)(1) trusts; but
optional for others.)

a See Statement 2

(Grants and allocations \$) If this amount includes foreign grants, check here... ► 206,344.

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.....

(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)..... ►

206,344.

BAA

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.....	9,358.	45 121,929.
	46 Savings and temporary cash investments.....	53,361.	46 60,352.
	47a Accounts receivable.....	47a 3,000.	
	b Less: allowance for doubtful accounts	47b	18,000.
			47c 3,000.
	48a Pledges receivable.....	48a	
	b Less: allowance for doubtful accounts	48b	48c
	49 Grants receivable.....		49
	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.....		52
	53 Prepaid expenses and deferred charges.....		53
	54a Investments – publicly-traded securities.....	► Cost	FMV
	b Investments – other securities (attach sch).....	► Cost	FMV
	55a Investments – land, buildings, & equipment: basis	55a	
	b Less: accumulated depreciation (attach schedule).....	55b	55c
	56 Investments – other (attach schedule).....		56
	57a Land, buildings, and equipment: basis.....	57a 30,344.	
	b Less: accumulated depreciation (attach schedule).....	57b 20,344.	20,000.
	Statement 3.....		57c 10,000.
	58 Other assets, including program-related investments (describe ► _____).		58
	59 Total assets (must equal line 74). Add lines 45 through 58.....	100,719.	59 195,281.
LIABILITIES	60 Accounts payable and accrued expenses.....		60
	61 Grants payable.....		61
	62 Deferred revenue.....		62
	63 Loans from officers, directors, trustees, and key employees (attach schedule).....		63
	64a Tax-exempt bond liabilities (attach schedule).....		64a
	b Mortgages and other notes payable (attach schedule).....		64b
	65 Other liabilities (describe ► _____).		65
	66 Total liabilities. Add lines 60 through 65.....	0.	66 0.
NET ASSETS OR FUND BALANCE	Organizations that follow SFAS 117, check here ► <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.		
	67 Unrestricted.....	100,719.	67 195,281.
	68 Temporarily restricted.....		68
	69 Permanently restricted.....		69
	Organizations that do not follow SFAS 117, check here ► <input type="checkbox"/> and complete lines 70 through 74.		
	70 Capital stock, trust principal, or current funds.....		70
	71 Paid-in or capital surplus, or land, building, and equipment fund.....		71
	72 Retained earnings, endowment, accumulated income, or other funds.....		72
	73 Total net assets or fund balances. Add lines 67 through 69 or lines 70 through 72. (Column (A) must equal line 19 and column (B) must equal line 21).....	100,719.	73 195,281.
	74 Total liabilities and net assets/fund balances. Add lines 66 and 73.....	100,719.	74 195,281.

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

a		N/A
b		
1 Net unrealized gains on investments	b1	
2 Donated services and use of facilities	b2	
3 Recoveries of prior year grants	b3	
4 Other (specify): _____	b4	
Add lines b1 through b4	b	
c		c
d		
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

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

a		N/A
b		
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): _____	b4	
Add lines b1 through b4	b	
Subtract line b from line a	c	
d		
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

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 and deferred compensation plans	(E) Expense account and other allowances
David Wichers 9175 Guilford Road #300 Columbia, MD 21046	Director 1	0.	0.	0.
Jeff Williams 9175 Guilford Road #300 Columbia, MD 21046	Director 1	0.	0.	0.
David Anderson 9175 Guilford Road #300 Columbia, MD 21046	Director 1	0.	0.	0.

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?.....	82 a	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.).....	82 b	N/A
83a Did the organization comply with the public inspection requirements for returns and exemption applications?.....	83 a	X
b Did the organization comply with the disclosure requirements relating to <i>quid pro quo</i> contributions?.....	83 b	N/A
84a Did the organization solicit any contributions or gifts that were not tax deductible?.....	84 a	X
b If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?.....	84 b	N/A
85 501(c)(4), (5), or (6) organizations. a Were substantially all dues nondeductible by members?.....	85 a	N/A
b Did the organization make only in-house lobbying expenditures of \$2,000 or less?.....	85 b	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	85 c	N/A
d Section 162(e) lobbying and political expenditures	85 d	N/A
e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85 e	N/A
f Taxable amount of lobbying and political expenditures (line 85d less 85e).....	85 f	N/A
g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?.....	85 g	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?.....	85 h	N/A
86 501(c)(7) organizations. Enter: a Initiation fees and capital contributions included on line 12	86 a	N/A
b Gross receipts, included on line 12, for public use of club facilities	86 b	N/A
87 501(c)(12) organizations. Enter: a Gross income from members or shareholders.....	87 a	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.).....	87 b	N/A
88a At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If 'Yes,' complete Part IX.	88 a	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.	88 b	X
89a 501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under:		
section 4911 ► <u>0</u> ; section 4912 ► <u>0</u> ; section 4955 ► <u>0</u> .		
b <i>501(c)(3) and 501(c)(4) organizations.</i> 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.....	89 b	X
c Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958.....	89 c	0
d Enter: Amount of tax on line 89c, above, reimbursed by the organization	89 d	0
e All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?..	89 e	X
f All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?.....	89 f	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?.....	89 g	X
90a List the states with which a copy of this return is filed ► <u>None</u>		
b Number of employees employed in the pay period that includes March 12, 2006 (See instructions.).....	90 b	0
91a The books are in care of ► <u>Management</u> Telephone number ► <u>301-604-4882</u> Located at ► <u>9175 Guilford Road #300, Baltimore MD</u> ZIP + 4 ► <u>21046</u>		
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)? If 'Yes,' enter the name of the foreign country...	91 b	X
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)

		<input type="checkbox"/> Yes	<input type="checkbox"/> No
c At any time during the calendar year, did the organization maintain an office outside of the United States?	91c	<input checked="" type="checkbox"/>	<input type="checkbox"/> X
If 'Yes,' enter the name of the foreign country... ►			
✓ 2 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 – Check here.....	N/A	<input checked="" type="checkbox"/>	<input type="checkbox"/>

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 Advertising revenue	519100	12,600.		
b Commissions				76.
c Sponsorship and train				248,237.
d				
e				
f Medicare/Medicaid payments.....				
g Fees & contracts from government agencies...				
94 Membership dues and assessments				51,603.
95 Interest on savings & temporary cash invmnts.			14	5,257.
96 Dividends & interest from securities				
97 Net rental income or (loss) from real estate:				
a debt-financed property.....				
b not debt-financed property.....				
98 Net rental income or (loss) from pers prop ...				
99 Other investment income.....				
100 Gain or (loss) from sales of assets other than inventory.....				
101 Net income or (loss) from special events....				
102 Gross profit or (loss) from sales of inventory....				
103 Other revenue: a				
b				
c				
d				
e				
104 Subtotal (add columns (B), (D), and (E))....	12,600.			5,257.
105 Total (add line 104, columns (B), (D), and (E))..... ►				299,916.
				317,773.

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

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

Line No. ▼	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
	See Statement 4

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

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

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

- a Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?
- b Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?.....

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).

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.....

	Yes	No
		X

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

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

	Yes	No
		X

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

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

	Yes	No
		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 of officer		Date
	► Type or print name and title		
Paid Preparer's Use Only	Preparer's signature ► <i>Thomas R. Klein CPA</i>	Date <i>6/1/07</i>	Check if self-employed ► <input type="checkbox"/> Preparer's SSN or PTIN (See General Instruction W) <i>P00471423</i>
	Firm's name (or yours if self-employed), address, and ZIP + 4 ► <i>T.R. Klein & Company</i>	EIN ► <i>52-1602955</i>	Phone no. ► <i>(410) 675-2727</i>
	► <i>2809 BOSTON ST Baltimore, MD 21224</i>		

BAA

Form 990 (2006)

SCHEDULE A
(Form 990 or 990-EZ)**Organization Exempt Under
Section 501(c)(3)**

OMB No. 1545-0047

Department of the Treasury
Internal Revenue Service(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.)

2006

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

Name of the organization

OWASP Foundation

Employer identification number

20-0963503

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees
(See 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 and deferred compensation	(e) Expense account and other allowances
None				
Total number of other employees paid over \$50,000..... ►		0		

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

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
None		
Total number of others receiving over \$50,000 for professional services..... ►	0	

Part II – B Compensation of the Five Highest Paid Independent Contractors for Other Services

(List each contractor who performed services other than professional services, whether individuals or firms. If there are none, enter 'None.' See instructions.)

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

Part III Statements About Activities (See instructions.)			Yes	No
1 During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If 'Yes,' enter the total expenses paid or incurred in connection with the lobbying activities... ► \$ <u>N/A</u> (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)?	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).	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 of 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 right 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 instructions.)

Verify 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.)

1a 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.)

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

2 An organization that normally receives: **(1) more than 33-1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc, functions – subject to certain exceptions, and (2) no more than 33-1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975.** See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)

3 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: ►

Provide the following information about the supported organizations. (See instructions.)

Provide the following information about the supported organizations. (See instructions.)					
(a) Name(s) of supported organization(s)	(b) Employer identification number (EIN)	(c) Type of organization (described in lines 5 through 12 above or IRC section)	(d) Is the supported organization listed in the supporting organization's governing documents?		(e) Amount of support
			Yes	No	
Total.....					► 0.

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

BAA

Schedule A (Form 990 or 990-EZ) 2006

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.)					0.
16 Membership fees received.	28,950.				28,950.
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		113,180.			113,180.
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		350.			350.
19 Net income from unrelated business activities not included in line 18					0.
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					0.
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					0.
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					0.
-3 Total of lines 15 through 22	142,480.				142,480.
24 Line 23 minus line 17	29,300.				29,300.
25 Enter 1% of line 23	1,425.				
26 Organizations described on lines 10 or 11:	a Enter 2% of amount in column (e), line 24 N/A 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 c Total support for section 509(a)(1) test: Enter line 24, column (e) d Add: Amounts from column (e) for lines: 18 _____ 19 _____ 22 _____ 26b _____ e Public support (line 26c minus line 26d total) f Public support percentage (line 26e (numerator) divided by line 26c (denominator)) %				
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) _____ 0. (2004) _____ 0. (2003) _____ 0. (2002) _____ 0. 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) _____ 0. (2004) _____ 0. (2003) _____ 0. (2002) _____ 0. c Add: Amounts from column (e) for lines: 15 _____ 16 _____ 28,950. 17 113,180. 20 _____ 21 _____ d Add: Line 27a total 0. and line 27b total 0. e Public support (line 27c total minus line 27d total) f Total support for section 509(a)(2) test: Enter amount from line 23, column (e) ► 27f 142,480. g Public support percentage (line 27e (numerator) divided by line 27f (denominator)) ► 27g 99.75 % h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator)) ► 27h 0.25 %				
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 instructions.)**(To be completed ONLY by schools that checked the box on line 6 in Part IV)**

N/A

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.)

Does the organization discriminate by race in any way with respect to:

a Students' rights or privileges?.....

33a

b Admissions policies?.....

33b

c Employment of faculty or administrative staff?.....

33c

d Scholarships or other financial assistance?.....

33d

e Educational policies?.....

33e

f Use of facilities?.....

33f

g Athletic programs?.....

33g

h Other extracurricular activities?.....

33h

If you answered 'Yes' to any of the above, please explain. (If you need more space, attach a separate statement.)

34a Does the organization receive any financial aid or assistance from a governmental agency?.....

34a

b Has the organization's right to such aid ever been revoked or suspended?.....

34b

If you answered 'Yes' to either 34a or b, please explain using an attached statement.

35 Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev Proc 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If 'No,' attach an explanation.....

35

Part VI-A **Lobbying Expenditures by Electing Public Charities** (See instructions.)
(To be completed ONLY by an eligible organization that filed Form 5768)

N/A

eck ► 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.)

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.)

	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.....					
46 Lobbying ceiling amount (150% of line 45(e)).....					
47 Total lobbying expenditures.....					
48 Grassroots non- taxable amount.....					
49 Grassroots ceiling amount (150% of line 48(e)).....					
50 Grassroots lobbying expenditures.....					

Part VI-B Lobbying Activity by Nonelecting Public Charities

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

N/A

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:

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 instructions)

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?

a Transfers from the reporting organization to a noncharitable exempt organization of:

- (i) Cash

(ii) Other assets

b Other transactions:

- (i) Sales or exchanges of assets with a noncharitable exempt organization
 - (ii) Purchases of assets from a noncharitable exempt organization
 - (iii) Rental of facilities, equipment, or other assets
 - (iv) Reimbursement arrangements
 - (v) Loans or loan guarantees
 - (vi) Performance of services or membership or fundraising solicitations

c Sharing of facilities, equipment, mailing lists, other assets, or paid employees

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:

	Yes	No
51 a (i)	X	
a (ii)	X	
b (i)	X	
b (ii)	X	
b (iii)	X	
b (iv)	X	
b (v)	X	
b (vi)	X	
c	X	

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

b If 'Yes,' complete the following schedule:

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

2006

Federal Statements

Page 1

Client 1

OWASP Foundation

20-0963503

4/09/07

01:12PM

Statement 1
Form 990, Part II, Line 43
Other Expenses

	(A) Total	(B) Program Services	(C) Management & General	(D) Fundraising
Autumn of Code	17,250.	17,250.		
Bank service charges	7,855.		7,855.	
Internet	671.	671.		
OWASP portal enhancements	26,103.	26,103.		
Professional fees	1,925.		1,925.	
State tax expense	121.		121.	
System admin. support	6,316.		6,316.	
Total	\$ 60,241.	\$ 44,024.	\$ 16,217.	\$ 0.

Statement 2
Form 990, Part III, Line a
Statement of Program Service Accomplishments

Description	Grants and Allocations	Program Service Expenses
The Open Web Application Security Project (OWASP) is dedicated to finding and fighting the causes of insecure software. Our open source projects and local chapters produce free, unbiased, open-source documentation, tools, and standards. The OWASP community also facilitates conferences, local chapters, articles, papers, and message forums.		206,344.
Includes Foreign Grants: No		
	\$ 0.	\$ 206,344.

Statement 3
Form 990, Part IV, Line 57
Land, Buildings, and Equipment

Category	Basis	Accum. Deprec.	Book Value
Machinery and Equipment	\$ 30,344.	\$ 20,344.	\$ 10,000.
Total	\$ 30,344.	\$ 20,344.	\$ 10,000.

2006

Federal Statements

Page 2

Client 1

OWASP Foundation

20-0963503

4/09/07

01:12PM

**Statement 4
Form 990, Part VIII
Relationship of Activities to the Accomplishment of Exempt Purposes**

<u>Line #</u>	<u>Explanation of Activities</u>
93b,c	Conference sponsorship training and conference fees help to facilitate the organization's efforts to provide resources towards finding and fighting the causes of insecure software.
94	Membership dues and assessments allow the organization to provide services and tools to aid its members in their own education and ability to provide information to the organization's constituents.