

**Return of Organization Exempt From Income Tax**

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

Department of the Treasury  
Internal Revenue Service

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

**A** For the 2004 calendar year, or tax year beginning and ending

<b>B</b> Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	Please use IRS label or print or type. See Specific Instructions.	<b>C</b> Name of organization <b>JUDICIAL WATCH, INC.</b>		<b>D</b> Employer identification number 52-1885088	
		Number and street (or P.O. box if mail is not delivered to street address) Room/suite 501 SCHOOL STREET, SW 500		<b>E</b> Telephone number (202) 646-5172	
		City or town, state or country, and ZIP + 4 WASHINGTON, DC 20024		<b>F</b> Accounting method: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> 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  No

**H(b)** If "Yes," enter number of affiliates \_\_\_\_\_

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

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

**I** Group Exemption Number \_\_\_\_\_

**G** Website: WWW.JUDICIALWATCH.ORG

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

**K** Check here  if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS; but if the organization received a Form 990 Package in the mail, it should file a return without financial data. Some states require 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 **12,766,567.**

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

<b>Revenue</b>	<b>1</b> Contributions, gifts, grants, and similar amounts received:				
	<b>a</b> Direct public support	1a	8,377,138.		
	<b>b</b> Indirect public support	1b			
	<b>c</b> Government contributions (grants)	1c			
	<b>d</b> Total (add lines 1a through 1c) (cash \$ 8,372,933. noncash \$ 4,205.)	1d			8,377,138.
	<b>2</b> Program service revenue including government fees and contracts (from Part VII, line 93)	2			12,359.
	<b>3</b> Membership dues and assessments	3			
	<b>4</b> Interest on savings and temporary cash investments	4			27,667.
	<b>5</b> Dividends and interest from securities	5			431,769.
	<b>6 a</b> Gross rents	6a			
	<b>b</b> Less: rental expenses	6b			
	<b>c</b> Net rental income or (loss) (subtract line 6b from line 6a)	6c			
<b>7</b> Other investment income (describe _____)	7				
<b>8 a</b> Gross amount from sales of assets other than inventory	(A) Securities	8a	3,631,995.	(B) Other	0.
	Less: cost or other basis and sales expenses	8b	3,672,795.		359.
	<b>c</b> Gain or (loss) (attach schedule)	8c	<40,800.>		<359.>
	<b>d</b> Net gain or (loss) (combine line 8c, columns (A) and (B))	8d	STMT 1	STMT 2	<41,159.>
<b>9</b> Special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/>	<b>a</b> Gross revenue (not including \$ _____ of contributions reported on line 1a)	9a			
	<b>b</b> Less: direct expenses other than fundraising expenses	9b			
	<b>c</b> Net income or (loss) from special events (subtract line 9b from line 9a)	9c			
<b>10 a</b> Gross sales of inventory, less returns and allowances		10a			
	<b>b</b> Less: cost of goods sold	10b			
	<b>c</b> Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)	10c			
<b>11</b> Other revenue (from Part VII, line 103)	11			285,639.	
<b>12</b> Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)	12			9,093,413.	
<b>Expenses</b>	<b>13</b> Program services (from line 44, column (B))	13			4,643,965.
	<b>14</b> Management and general (from line 44, column (C))	14			1,843,262.
	<b>15</b> Fundraising (from line 44, column (D))	15			5,368,806.
	<b>16</b> Payments to affiliates (attach schedule)	16			
	<b>17</b> Total expenses (add lines 16 and 44, column (A))	17			11,856,033.
<b>18</b> Excess or (deficit) for the year (subtract line 17 from line 12)	18			<2,762,620.>	
<b>Net Assets</b>	<b>19</b> Net assets or fund balances at beginning of year (from line 73, column (A))	19			14,787,766.
	<b>20</b> Other changes in net assets or fund balances (attach explanation) SEE STATEMENT 3	20			<186,836.>
	<b>21</b> Net assets or fund balances at end of year (combine lines 18, 19, and 20)	21			11,838,310.

**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. Page 2

*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
22 Grants and allocations (attach schedule) ..... (cash \$ _____ noncash \$ _____)				
23 Specific assistance to individuals (attach schedule)				
24 Benefits paid to or for members (attach schedule)				
25 Compensation of officers, directors, etc. ....	481,404.	355,670.	100,606.	25,128.
26 Other salaries and wages .....	2,278,742.	1,107,207.	644,634.	526,901.
27 Pension plan contributions .....				
28 Other employee benefits .....	323,325.	171,362.	87,298.	64,665.
29 Payroll taxes .....	205,110.	108,708.	55,380.	41,022.
30 Professional fundraising fees .....				
31 Accounting fees .....	64,944.	0.	64,944.	0.
32 Legal fees .....	1,083,945.	1,060,899.	11,396.	11,650.
33 Supplies .....	51,551.	2,086.	47,068.	2,397.
34 Telephone .....	73,033.	10,620.	60,710.	1,703.
35 Postage and shipping .....	1,590,162.	237,449.	32,270.	1,320,443.
36 Occupancy .....	832,784.	441,375.	224,852.	166,557.
37 Equipment rental and maintenance .....	48,365.	25,633.	13,059.	9,673.
38 Printing and publications .....	1,331,547.	255,275.	19,970.	1,056,302.
39 Travel .....	226,115.	35,431.	11,777.	178,907.
40 Conferences, conventions, and meetings .....	28,376.	1,108.	0.	27,268.
41 Interest .....	13,687.	0.	13,687.	0.
42 Depreciation, depletion, etc. (attach schedule) ...	156,468.	82,927.	42,246.	31,295.
43 Other expenses not covered above (itemize):				
a _____	43a			
b _____	43b			
c _____	43c			
d _____	43d			
e <b>SEE STATEMENT 4</b>	43e	3,066,475.	413,365.	1,904,895.
44 <b>Total functional expenses</b> (add lines 22 through 43). Organizations completing columns (B)-(D), carry these totals to lines 13-15.	44	11,856,033.	4,643,965.	1,843,262.

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 \$ 3,903,009. ; (ii) the amount allocated to Program services \$ 711,909. ;  
 (iii) the amount allocated to Management and general \$ 67,522. ; and (iv) the amount allocated to Fundraising \$ 3,123,578.

**Part III Statement of Program Service Accomplishments**

What is the organization's primary exempt purpose? **SEE STATEMENT 5**

	Program Service Expenses (Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)
a <b>SEE STATEMENT 6</b>	
(Grants and allocations \$ _____)	1,416,028.
b <b>SEE STATEMENT 7</b>	
(Grants and allocations \$ _____)	2,732,484.
c <b>SEE STATEMENT 8</b>	
(Grants and allocations \$ _____)	495,453.
d _____	
(Grants and allocations \$ _____)	
e Other program services (attach schedule)	(Grants and allocations \$ _____)
f <b>Total of Program Service Expenses</b> (should equal line 44, column (B), Program services)	4,643,965.



**Part IV Balance Sheets**

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 .....	<1,046.> <sup>45</sup>	165,029.
	46 Savings and temporary cash investments .....	753,306. <sup>46</sup>	982,739.
	47 a Accounts receivable .....		
	b Less: allowance for doubtful accounts .....		
	48 a Pledges receivable .....	319,058.	
	b Less: allowance for doubtful accounts .....		319,058.
	49 Grants receivable .....	0. <sup>49</sup>	0.
	50 Receivables from officers, directors, trustees, and key employees <b>STMT 17</b> .....	74,990. <sup>50</sup>	0.
	51 a Other notes and loans receivable .....	145,251. <sup>51a</sup>	
	b Less: allowance for doubtful accounts <b>STMT 16</b> .....	145,251. <sup>51b</sup>	0. <sup>51c</sup>
	52 Inventories for sale or use .....		
	53 Prepaid expenses and deferred charges .....	116,795. <sup>53</sup>	201,009.
	54 Investments - securities <b>STMT 9</b> <b>STMT 10</b> <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV .....	14,577,345. <sup>54</sup>	10,938,772.
	55 a Investments - land, buildings, and equipment: basis .....		
	b Less: accumulated depreciation .....		
56 Investments - other .....			
57 a Land, buildings, and equipment: basis <b>STMT 15</b> .....	1,107,765. <sup>57a</sup>		
b Less: accumulated depreciation .....	487,124. <sup>57b</sup>	620,641. <sup>57c</sup>	
58 Other assets (describe <b>▶ ADVANCES/DEPOSITS</b> ) .....	76,635. <sup>58</sup>	64,754.	
59 <b>Total assets</b> (add lines 45 through 58) (must equal line 74) .....	16,530,661. <sup>59</sup>	13,292,002.	
Liabilities	60 Accounts payable and accrued expenses .....	990,292. <sup>60</sup>	1,187,282.
	61 Grants payable .....		
	62 Deferred revenue .....		
	63 Loans from officers, directors, trustees, and key employees .....		
	64 a Tax-exempt bond liabilities .....		
	b Mortgages and other notes payable .....	610,971. <sup>64b</sup>	85,763.
	65 Other liabilities (describe <b>▶ DEFERRED RENT</b> ) .....	141,632. <sup>65</sup>	180,647.
66 <b>Total liabilities</b> (add lines 60 through 65) .....	1,742,895. <sup>66</sup>	1,453,692.	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.		
	67 Unrestricted .....	13,373,629. <sup>67</sup>	10,316,681.
	68 Temporarily restricted .....	1,414,137. <sup>68</sup>	1,521,629.
	69 Permanently restricted .....		
	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 .....		
	71 Paid-in or capital surplus, or land, building, and equipment fund .....		
	72 Retained earnings, endowment, accumulated income, or other funds .....		
73 <b>Total net assets or fund balances</b> (add lines 67 through 69 or lines 70 through 72; column (A) must equal line 19; column (B) must equal line 21) .....	14,787,766. <sup>73</sup>	11,838,310.	
74 <b>Total liabilities and net assets / fund balances</b> (add lines 66 and 73) .....	16,530,661. <sup>74</sup>	13,292,002.	

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.

**Part IV-A Reconciliation of Revenue per Audited Financial Statements with Revenue per Return**

a	Total revenue, gains, and other support per audited financial statements	a	8,906,577.
b	Amounts included on line a but not on line 12, Form 990:		
(1)	Net unrealized gains on investments \$ <186,836.>		
(2)	Donated services and use of facilities \$		
(3)	Recoveries of prior year grants \$		
(4)	Other (specify): \$		
	Add amounts on lines (1) through (4)	b	<186,836.>
c	Line a minus line b	c	9,093,413.
d	Amounts included on line 12, Form 990 but not on line a:		
(1)	Investment expenses not included on line 6b, Form 990 \$		
(2)	Other (specify): \$		
	Add amounts on lines (1) and (2)	d	0.
e	Total revenue per line 12, Form 990 (line c plus line d)	e	9,093,413.

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

a	Total expenses and losses per audited financial statements	a	11,856,033.
b	Amounts included on line a but not on line 17, Form 990:		
(1)	Donated services and use of facilities \$		
(2)	Prior year adjustments reported on line 20, Form 990 \$		
(3)	Losses reported on line 20, Form 990 \$		
(4)	Other (specify): \$		
	Add amounts on lines (1) through (4)	b	0.
c	Line a minus line b	c	11,856,033.
d	Amounts included on line 17, Form 990 but not on line a:		
(1)	Investment expenses not included on line 6b, Form 990 \$		
(2)	Other (specify): \$		
	Add amounts on lines (1) and (2)	d	0.
e	Total expenses per line 17, Form 990 (line c plus line d)	e	11,856,033.

**Part V List of Officers, Directors, Trustees, and Key Employees (List each one even if not compensated.)**

(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	(E) Expense account and other allowances
PAUL ORFANEDES 501 SCHOOL ST. SW, STE 500 WASHINGTON, DC 20024	SECRETARY/TREASURER 40 HOURS/WEEK	203,669.	5,374.	0.
THOMAS FITTON 501 SCHOOL ST. SW, STE 500 WASHINGTON, DC 20024	PRESIDENT 40 HOURS/WEEK	160,577.	5,313.	0.
CHRISTOPHER FARRELL 501 SCHOOL ST. SW, STE 500 WASHINGTON, DC 20024	DIRECTOR 40 HOURS/WEEK	117,158.	5,041.	0.
JUDICIAL WATCH REIMBURSES OFFICERS AND STAFF FOR TRAVEL EXPENSES INCURRED IN THE PERFORMANCE OF THEIR DUTIES AND RESPONSIBILITIES FOR JUDICIAL WATCH.				

75 Did any officer, director, trustee, or key employee receive aggregate compensation of more than \$100,000 from your organization and all related organizations, of which more than \$10,000 was provided by the related organizations? If "Yes," attach schedule.  Yes  No



Part VI Other Information		Yes	No
76	Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity		X
77	Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes.		X
78 a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?	X	
b	If "Yes," has it filed a tax return on Form 990-T for this year?	X	
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement		X
80 a	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?		X
b	If "Yes," enter the name of the organization and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt.		
81 a	Enter direct or indirect political expenditures. See line 81 instructions	81a	0.
b	Did the organization file Form 1120-POL for this year?	81b	X
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	N/A
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? 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.	85b	N/A
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) organizations. Enter: a Initiation fees and capital contributions included on line 12	86a	N/A
b	Gross receipts, included on line 12, for public use of club facilities	86b	N/A
87	501(c)(12) organizations. Enter: a Gross income from members or shareholders	87a	N/A
b	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	87b	N/A
88	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	X
89 a	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	501(c)(3) and 501(c)(4) organizations. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction <b>SEE STATEMENT 17</b>	89b	X
c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958		0.
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization		0.
90 a	List the states with which a copy of this return is filed <b>SEE STATEMENT 12</b>		
b	Number of employees employed in the pay period that includes March 12, 2004	90b	39
91	The books are in care of <b>THE ORGANIZATION</b> Telephone no. <b>(202) 646-5172</b>		

Located at 501 SCHOOL STREET, SW, SUITE 500, WASHINGTON, DC ZIP + 4 20024

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 page 33 of the instructions.)

Table with 5 main columns: (A) Business code, (B) Amount, (C) Exclusion code, (D) Amount, (E) Related or exempt function income. Rows include 93 Program service revenue, 94 Membership dues, 95 Interest on savings, 96 Dividends, 97 Net rental income, 98 Net rental income from personal property, 99 Other investment income, 100 Gain or loss from sales of assets, 101 Net income from special events, 102 Gross profit from sales of inventory, 103 Other revenue, 104 Subtotal, 105 Total.

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See page 34 of the instructions.)

Table with 2 columns: 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.

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See page 34 of the instructions.)

Table with 5 columns: (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 page 34 of 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?

Signature and information section including: Signature of officer, Date, Type or print name and title, Preparer's signature, Firm's name, address, and ZIP + 4, Preparer's SSN or PTIN, EIN, Phone no.

**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 Section 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

**2004**

Name of the organization

JUDICIAL WATCH, INC.

Employer identification number

52: 1885088

**Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees**

(See page 1 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
RICK VENTURA ----- 501 SCHOOL ST. SW, WASHINGTON DC	DIR-DEVELOPMT 40 HOURS/WEEK	155,015.	4,792.	0.
MICHAEL HURLEY ----- 501 SCHOOL ST. SW, WASHINGTON DC	ATTORNEY 40 HOURS/WEEK	141,068.	5,188.	0.
SUSAN PRYTHERCH ----- 501 SCHOOL ST. SW, WASHINGTON DC	CH. OF STAFF 40 HOURS/WEEK	139,341.	5,183.	0.
RUSSELL VERNEY ----- 501 SCHOOL ST. SW, WASHINGTON DC	DIR-SW REGION 40 HOURS/WEEK	112,343.	5,011.	0.
MICHAEL PENDELTON ----- 501 SCHOOL ST. SW, WASHINGTON DC	EXECUTIVE DIR 40 HOURS/WEEK	110,866.	5,002.	0.
Total number of other employees paid over \$50,000	13			

**Part II 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
ROBERT PATRICK STICHT ----- 8383 WILSHIRE BLVD., BEVERLY HILLS, CA 90211	LEGAL CONSULTING	676,830.
JUSTIN A. THORNTON ----- 1615 L ST, NW, SUITE 1200, WASHINGTON, DC 20036	LEGAL CONSULTING	147,947.
MINTZ LEVIN COHN FERRIS GLOVSY AND POPEO, P.C. ----- 11911 FREEDOM DR, SUITE 400, RESTON, VA 20190	LEGAL CONSULTING	139,371.
KOSTELANETZ & FINK, LLP ----- 530 FIFTH AVE, NEW YORK, NY 10036	LEGAL CONSULTING	73,187.
----- -----		
Total number of others receiving over \$50,000 for professional services	0	



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

	Yes	No
1 During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities <b>\$</b> _____ <b>\$</b> _____ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.) Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes," must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.		X
2 During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is "Yes," attach a detailed statement explaining the transactions.)		
a Sale, exchange, or leasing of property? .....		X
b Lending of money or other extension of credit? .....		X
c Furnishing of goods, services, or facilities? .....		X
d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)? <u>SEE PART V, FORM 990</u> .....	X	
e Transfer of any part of its income or assets? .....		X
3 a Do you make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how you determine that recipients qualify to receive payments.) .....		X
b Do you have a section 403(b) annuity plan for your employees? .....	X	
4 a Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds? .....		X
b Do you provide credit counseling, debt management, credit repair, or debt negotiation services? .....		X

**Part IV Reason for Non-Private Foundation Status** (See pages 3 through 6 of the instructions.)

- The organization is not a private foundation because it is: (Please check only **ONE** applicable box.)
- 5  A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).
  - 6  A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)
  - 7  A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).
  - 8  A Federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).
  - 9  A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). Enter the hospital's name, city, and state **▶** \_\_\_\_\_
  - 10  An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)
  - 11a  An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
  - 11b  A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
  - 12  An organization that normally receives: (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions - subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
  - 13  An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in: (1) lines 5 through 12 above; or (2) section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2). (See section 509(a)(3).)

Provide the following information about the supported organizations. (See page 5 of the instructions.)

(a) Name(s) of supported organization(s)	(b) Line number from above

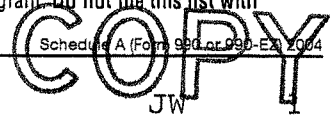
- 14  An organization organized and operated to test for public safety. Section 509(a)(4). (See page 5 of the instructions.)





**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) 2003	(b) 2002	(c) 2001	(d) 2000	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.) .....	10,487,909.	12,549,518.	16,826,689.	25,735,456.	65,599,572.
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 .....	2,650.	215,920.	9,179.	10,375.	238,124.
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 .....	916,908.	881,536.	810,035.	521,503.	3,129,982.
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 .....	5,427.	18,718.	41,798.	115,371.	181,314.
23 Total of lines 15 through 22 .....	11,412,894.	13,665,692.	17,687,701.	26,382,705.	69,148,992.
24 Line 23 minus line 17 .....	11,410,244.	13,449,772.	17,678,522.	26,372,330.	68,910,868.
25 Enter 1% of line 23 .....	114,129.	136,657.	176,877.	263,827.	
26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24 .....					26a 1,378,217.
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 2000 through 2003 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts .....					26b 2,988,566.
c Total support for section 509(a)(1) test: Enter line 24, column (e) .....					26c 68,910,868.
d Add: Amounts from column (e) for lines: 18 3,129,982. 19 22 181,314. 26b 2,988,566. ....					26d 6,299,862.
e Public support (line 26c minus line 26d total) .....					26e 62,611,006.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator)) .....					26f 90.8580%
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: N/A (2003) ..... (2002) ..... (2001) ..... (2000) .....					
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 11, 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: N/A (2003) ..... (2002) ..... (2001) ..... (2000) .....					
c Add: Amounts from column (e) for lines: 15 ..... 16 ..... 17 ..... 20 ..... 21 ..... .....					27c N/A
d Add: Line 27a total ..... and line 27b total .....					27d N/A
e Public support (line 27c total minus line 27d total) .....					27e N/A
f Total support for section 509(a)(2) test: Enter amount on line 23, column (e) .....					27f N/A
g Public support percentage (line 27e (numerator) divided by line 27f (denominator)) .....					27g N/A %
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator)) .....					27h N/A %
28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 2000 through 2003, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15. NONE					



**Part V Private School Questionnaire** (See page 7 of the instructions.)

N/A

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

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

**Part VI-A Lobbying Expenditures by Electing Public Charities** (See page 9 of the instructions.)  
 (To be completed ONLY by an eligible organization that filed Form 5768)

N/A

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

<b>Limits on Lobbying Expenditures</b> (The term "expenditures" means amounts paid or incurred.)		(a) Affiliated group totals	(b) To be completed for ALL electing organizations
		N/A	
36	Total lobbying expenditures to influence public opinion (grassroots lobbying) .....	36	
37	Total lobbying expenditures to influence a legislative body (direct lobbying) .....	37	
38	Total lobbying expenditures (add lines 36 and 37) .....	38	
39	Other exempt purpose expenditures .....	39	
40	Total exempt purpose expenditures (add lines 38 and 39) .....	40	
41	Lobbying nontaxable amount. Enter the amount from the following table -		
	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 .....	
42	Grassroots nontaxable amount (enter 25% of line 41) .....	42	
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	

**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 11 of the instructions.)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				N/A
	(a) 2004	(b) 2003	(c) 2002	(d) 2001	(e) Total
45	Lobbying nontaxable amount .....				0.
46	Lobbying ceiling amount (150% of line 45(e)) .....				0.
47	Total lobbying expenditures .....				0.
48	Grassroots nontaxable amount .....				0.
49	Grassroots ceiling amount (150% of line 48(e)) .....				0.
50	Grassroots lobbying expenditures .....				0.

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

(For reporting only by organizations that did not complete Part VI-A) (See page 11 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 .....		X	
b Paid staff or management (Include compensation in expenses reported on lines c through h.) .....		X	
c Media advertisements .....		X	
d Mailings to members, legislators, or the public .....		X	
e Publications, or published or broadcast statements .....		X	
f Grants to other organizations for lobbying purposes .....		X	
g Direct contact with legislators, their staffs, government officials, or a legislative body .....		X	
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means .....		X	
i Total lobbying expenditures (Add lines c through h.) .....			0.

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 11 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?

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

Table with columns Yes and No. Rows include 51a(i) Cash, 51a(ii) Other assets, b(i) Sales or exchanges of assets, b(ii) Purchases of assets, b(iii) Rental of facilities, b(iv) Reimbursement arrangements, b(v) Loans or loan guarantees, b(vi) Performance of services, and c Sharing of facilities.

- (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: N/A

Table with 4 columns: (a) Line no., (b) Amount involved, (c) Name of noncharitable exempt organization, (d) Description of transfers, transactions, and sharing arrangements.

52 a 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

Yes No (with X in No box)

b If "Yes," complete the following schedule: N/A

Table with 3 columns: (a) Name of organization, (b) Type of organization, (c) Description of relationship.

**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

**2004**

Name of organization

JUDICIAL WATCH, INC.

Employer identification number

52-1885088

Organization type (check one):

Filers of:

Section:

Form 990 or 990-EZ

501(c)( 3 ) (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-**

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).

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990, Form 990-EZ, and Form 990-PF.

Schedule B (Form 990, 990-EZ, or 990-PF) (2004)

Name of organization <b>JUDICIAL WATCH, INC.</b>	Employer identification number <b>52-1885088</b>
---	---

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

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1		\$ 375,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
2		\$ 308,482.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)



FORM 990                      GAIN (LOSS) FROM PUBLICLY TRADED SECURITIES                      STATEMENT      1

DESCRIPTION	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	NET GAIN OR (LOSS)
SALE OF INVESTMENTS	3,631,995.	3,672,795.	0.	<40,800.>
TO FORM 990, PART I, LINE 8	3,631,995.	3,672,795.	0.	<40,800.>

FORM 990 GAIN (LOSS) FROM SALE OF OTHER ASSETS STATEMENT 2

DESCRIPTION	DATE ACQUIRED	DATE SOLD	METHOD ACQUIRED
DISPOSAL OF FURNITURE AND EQUIPMENT	VARIOUS	12/31/04	PURCHASED

NAME OF BUYER	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	DEPREC	NET GAIN OR (LOSS)
	0.	359.	0.	0.	<359.>
TO FM 990, PART I, LN 8		359.	0.	0.	<359.>

FORM 990 OTHER CHANGES IN NET ASSETS OR FUND BALANCES STATEMENT 3

DESCRIPTION	AMOUNT
UNREALIZED LOSS ON INVESTMENTS	<186,836.>
TOTAL TO FORM 990, PART I, LINE 20	<186,836.>

FORM 990 OTHER EXPENSES STATEMENT 4

DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
COURT COSTS DUES AND SUBSCRIPTIONS	7,135.	6,557.	578.	0.
LICENSES AND FEES	11,656.	2,384.	70.	9,202.
MISCELLANEOUS	8,366.	3,239.	312.	4,815.
OTHER PROFESSIONAL FEES	325,000.	172,189.	98,246.	54,565.
OTHER TAXES	756,105.	182,824.	64,493.	508,788.
RESEARCH	1,602.	0.	1,602.	0.
ADVERTISING	55,180.	55,180.	0.	0.
CONTRACT SERVICES	5,020.	5,020.	0.	0.
BAD DEBT	1,673,445.	320,822.	25,098.	1,327,525.
	222,966.	0.	222,966.	0.
TOTAL TO FM 990, LN 43	3,066,475.	748,215.	413,365.	1,904,895.

COPY



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

EXPLANATION

JUDICIAL WATCH, INC., A CONSERVATIVE, NON-PARTISAN EDUCATIONAL FOUNDATION, PROMOTES TRANSPARENCY, ACCOUNTABILITY AND INTEGRITY IN GOVERNMENT, POLITICS AND THE LAW. THROUGH ITS EDUCATIONAL ENDEAVORS, JUDICIAL WATCH ADVOCATES HIGH STANDARDS OF ETHICS AND MORALITY IN OUR NATION'S PUBLIC LIFE AND SEEKS TO ENSURE THAT POLITICAL AND JUDICIAL OFFICIALS DO NOT ABUSE THE POWERS ENTRUSTED TO THEM BY THE AMERICAN PEOPLE. JUDICIAL WATCH FULFILLS ITS EDUCATIONAL MISSION THROUGH LITIGATION, INVESTIGATIONS, AND PUBLIC OUTREACH.

FORM 990 STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS STATEMENT 6

DESCRIPTION OF PROGRAM SERVICE ONE

PUBLIC EDUCATION-EDUCATES THE PUBLIC ON THE JUDICIAL AND GOVERNMENTAL PROCESS AND INFORMS THE PUBLIC THROUGH SPEECHES, ARTICLES, RADIO, TELEVISION APPEARANCES AND OTHER MEDIA, WHEN ABUSES AND MISCONDUCT OF GOVERNMENTAL/JUDICIAL OFFICIALS OR BODIES OCCUR. ALSO STRIVES TO MOTIVATE, ENCOURAGE AND EDUCATE THE PUBLIC THROUGH MAILINGS TO MAINTAIN AN ETHICAL AND MORAL SOCIETY AND TO TAKE ACTION AGAINST THE ABUSE OF GOVERNMENT POWER AND MISCONDUCT OF GOVERNMENT OFFICIALS, IN ORDER TO PRESERVE DEMOCRACY.

	GRANTS	EXPENSES
TO FORM 990, PART III, LINE A		1,416,028.

FORM 990 STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS STATEMENT 7

DESCRIPTION OF PROGRAM SERVICE TWO

LEGAL-UNDERTAKES LEGAL ACTION (FILE CASES) PROVIDING REPRESENTATION OR ACTING IN THE CAPACITY OF AMICUS, WHEN JUDICIAL WATCH BELIEVES JUDICIAL/GOVERNMENTAL OFFICIALS OR BODIES HAVE ABUSED THEIR PUBLIC OFFICE OR POSITION IN A WAY THAT VIOLATES THE PUBLIC TRUST.

	GRANTS	EXPENSES
TO FORM 990, PART III, LINE B		2,732,484.

FORM 990 STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS STATEMENT 8

DESCRIPTION OF PROGRAM SERVICE THREE

MONITOR/RESEARCH-INDEPENDENTLY MONITORS AND RESEARCHES THE CONDUCT OF GOVERNMENTAL AND JUDICIAL OFFICIALS TO ENSURE THAT THEY ARE ACTING ETHICALLY AND NOT ABUSING POWERS ENTRUSTED TO THEM BY THE AMERICAN PUBLIC.

	GRANTS	EXPENSES
TO FORM 990, PART III, LINE C		495,453.

FORM 990 NON-GOVERNMENT SECURITIES STATEMENT 9

SECURITY DESCRIPTION	COST/FMV	CORPORATE STOCKS	CORPORATE BONDS	OTHER PUBLICLY TRADED SECURITIES	TOTAL NON-GOV'T SECURITIES
MUTUAL FUNDS	FMV			4,800.	4,800.
CORPORATE STOCKS	FMV	195,805.			195,805.
CORPORATE BONDS	FMV		5,975,115.		5,975,115.
TO FORM 990, LINE 54, COL B		195,805.	5,975,115.	4,800.	6,175,720.

COPY

FORM 990

GOVERNMENT SECURITIES

STATEMENT 10

DESCRIPTION	COST/FMV	U.S. GOVERNMENT	STATE AND LOCAL GOV'T	TOTAL GOV'T SECURITIES
GOVERNMENT SECURITIES	FMV	4,763,052.		4,763,052.
TOTAL TO FORM 990, LINE 54, COL B		4,763,052.		4,763,052.

FORM 990

OTHER NOTES AND LOANS PAYABLE

STATEMENT 11

LENDER'S NAME TERMS OF REPAYMENT

FIRST UNION BANK NOTE MONTHLY  
PAYABLE

DATE OF NOTE	MATURITY DATE	ORIGINAL LOAN AMOUNT	INTEREST RATE
04/02/01	06/05/06	34,304.	3.00%

SECURITY PROVIDED BY BORROWER PURPOSE OF LOAN  
NONE VEHICLE PURCHASE

RELATIONSHIP OF LENDER

NONE

DESCRIPTION OF CONSIDERATION	FMV OF CONSIDERATION	BALANCE DUE
COMPANY VEHICLE	0.	11,018.

LENDER'S NAME TERMS OF REPAYMENT

WACHOVIA BANK ON DEMAND

DATE OF NOTE	MATURITY DATE	ORIGINAL LOAN AMOUNT	INTEREST RATE
02/01/04		150,000.	4.17%

SECURITY PROVIDED BY BORROWER PURPOSE OF LOAN  
INVESTMENT MANAGEMENT ACCOUNT OPERATING FUNDS

RELATIONSHIP OF LENDER

NONE

DESCRIPTION OF CONSIDERATION	FMV OF CONSIDERATION	BALANCE DUE
CASH	0.	74,745.

TOTAL INCLUDED ON FORM 990, PART IV, LINE 64, COLUMN B 85,763.

FORM 990

LIST OF STATES RECEIVING COPY OF RETURN  
PART VI, LINE 90

STATEMENT 12

STATES

ALABAMA, ARKANSAS, ARIZONA, CALIFORNIA, CONNECTICUT, FLORIDA, GEORGIA, ILLINOIS, INDIANA, KANSAS, KENTUCKY, LOUISIANA, MASSACHUSSETS, MAINE, MARYLAND, MINNESOTA, MICHIGAN, MISSISSIPPI, NORTH CAROLINA, NORTH DAKOTA, NEW HAMPSHIRE, NEW JERSEY, NEW MEXICO, NEW YORK, OKLAHOMA, OHIO, OREGON, PENNSYLVANIA, RHODE ISLAND, SOUTH CAROLINA, TENNESSEE, VIRGINIA, WASHINGTON, WEST VIRGINIA, WISCONSIN, AND THE DISTRICT OF COLUMBIA.

FORM 990

PART VIII - RELATIONSHIP OF ACTIVITIES TO  
ACCOMPLISHMENT OF EXEMPT PURPOSES

STATEMENT 13

LINE EXPLANATION OF RELATIONSHIP OF ACTIVITIES

- 93A MERCHANDISE SALES RELATED TO THE EXEMPT PURPOSE OF EDUCATING THE PUBLIC REGARDING THE ETHICAL CONDUCT OF GOVERNMENT AND JUDICIAL OFFICIALS.
- 103A MISCELLANEOUS REVENUE GENERATED IN RELATION TO THE ORGANIZATION'S EXEMPT PURPOSE.

SCHEDULE A

OTHER INCOME

STATEMENT 14

DESCRIPTION	2003 AMOUNT	2002 AMOUNT	2001 AMOUNT	2000 AMOUNT
MISCELLANEOUS	5,427.	18,718.	41,798.	115,371.
TOTAL TO SCHEDULE A, LINE 22	5,427.	18,718.	41,798.	115,371.

**COPY**

Judicial Watch, Inc.  
 Form 990, Part II, Line 42 - Depreciation  
 Form 990, Part IV, Line 57 - Fixed Asset Schedule  
 Year Ended December 31, 2004

52-1885088

Assets	<u>Beginning of year</u>	<u>Additions</u>	<u>Disposals</u>	<u>End of year</u>
Furniture and equipment	\$ 519,027	\$ 5,215	\$ (1,039)	\$ 523,203
Vehicles	32,938	7,136	-	40,074
Building improvements	577,888	-	(33,400)	544,488
Total	<u>\$ 1,129,853</u>	<u>\$ 12,351</u>	<u>\$ (34,439)</u>	<u>\$ 1,107,765</u>

## Accumulated depreciation

	<u>Beginning of year</u>	<u>Current year depreciation</u>	<u>Disposals</u>	<u>End of year</u>
Furniture and equipment	\$ 214,062	\$ 88,106	\$ (680)	\$ 301,488
Vehicles	25,028	4,197	-	29,225
Building improvements	92,246	64,165	-	156,411
Total	<u>\$ 331,336</u>	<u>\$ 156,468</u>	<u>\$ (680)</u>	<u>\$ 487,124</u>

Note: Property and equipment are stated at cost and are depreciated over the estimated useful lives of three to five years using the straight-line method. Leasehold improvements are recorded at cost and amortized using the straight-line method over the shorter of the estimated useful lives of ten years or the remainder of the lease term. Expenditures for major repairs and improvements are capitalized; conversely, expenditures for minor repairs and maintenance costs are expensed when incurred.

COPY

**Judicial Watch, Inc.**  
**Form 990, Part IV, Line 51b – Other Notes and Loans Receivable**  
**Year Ended December 31, 2004**

52-1885088

The former Chairman, Treasurer, and General Counsel of Judicial Watch, Larry Klayman, whose employment ceased in September 2003, also was the President and sole owner of Klayman & Associates, P.C., (“K&A”), a for-profit professional law firm. In order to reduce overhead expenses for both organizations, Judicial Watch and K&A agreed to share certain employees and certain general and administrative expenses, such as rent, telephone, postage and delivery, photocopying, and supplies, etc. These shared expenses were allocated to each entity based on actual invoices, office space usage, and employee time charges.

As of December 31, 2002, the balance due to Judicial Watch for shared expenses was \$78,810. This amount was to be paid to Judicial Watch by May 15, 2004, together with accrued interest at a rate of 8% per annum. K&A does not dispute that it owes Judicial Watch \$78,810 plus interest, but this amount remains unpaid. Mr. Klayman has proposed alternative solutions to satisfy the debt which were not acceptable to Judicial Watch.

Subsequent to Mr. Klayman’s employment, Judicial Watch also assessed additional shared expenses in the amount of \$41,501 to K&A. Mr. Klayman disputes these additional amounts.

Judicial Watch has been accruing interest on the entire outstanding balance it has determined is due from K&A at an 8% annual rate and, as of December 31, 2004, the additional interest accrual is \$24,940, bringing the total amount that Judicial Watch claims is due from K&A as of December 31, 2004 to \$145,251.

Based on information in its records and the information provided so far by Mr. Klayman, Judicial Watch believes all of the above receivables are valid, proper, and due to Judicial Watch without any offsets or deductions. Due to lack of timely payment and uncertainty of collection, Judicial Watch has recorded reserves against these receivables in the full amount of \$145,251. This reserve is reported on line 51b on Part IV, “Balance Sheets,” of this Form 990.

Judicial Watch is continuing to pursue collection of these outstanding amounts.

**COPY**

**Judicial Watch, Inc.**  
**Form 990, Part VI, Line 89b**  
**Year Ended December 31, 2004**

52-1885088

The former Chairman, Treasurer, and General Counsel of Judicial Watch, Larry Klayman, ceased employment with Judicial Watch in September 2003. Subsequent to Mr. Klayman's employment, Judicial Watch identified \$77,715 in expenses incurred by Mr. Klayman during his employment with Judicial Watch which were personal expenses of Mr. Klayman unrelated to the operations of Judicial Watch. Judicial Watch seeks reimbursement of these expenses. Mr. Klayman disputes these expenses and furthermore claims there are additional amounts owed to him by Judicial Watch.

Also Mr. Klayman was the President and sole owner of Klayman & Associates, P.C., ("K&A"), a for-profit law firm. In order to reduce overhead expenses for both organizations, Judicial Watch and K&A agreed to share certain employees and certain general and administrative expenses, such as rent, telephone, postage and delivery, photocopying, and supplies, etc. These shared expenses were allocated to each entity based on actual invoices, office space usage, and employee time charges. As of December 31, 2004 the balance due on the shared expenses is \$145,251 including interest. K&A disputes portions of these charges. See Statement 16 for line 51b of this Form 990.

Based on information in its records and the information provided so far by Mr. Klayman, Judicial Watch believes all of the above receivables are valid, proper, and due to Judicial Watch without any offsets or deductions. Due to lack of timely payment and uncertainty of collection, Judicial Watch has recorded reserves against these receivables in the full amounts of \$77,715 and \$145,251. These reserves are reported on lines 50 and 51b on Part IV, "Balance Sheets," of this Form 990.

Judicial Watch is continuing to pursue collection of these outstanding amounts and therefore has not written them off. However, it is Judicial Watch's intent to issue a 2005 Form 1099 for any amounts not settled to management's satisfaction by December 31, 2005.

COPY



# Application for Extension of Time To File an Exempt Organization Return

▶ 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)

**Form 990-T corporations** requesting an automatic 6-month extension - check this box and complete Part I only

*All other corporations (including Form 990-C filers) must use Form 7004 to request an extension of time to file income tax returns. Partnerships, REMICs, and trusts must use Form 8736 to request an extension of time to file Form 1065, 1066, or 1041.*

**Electronic Filing (e-file).** Form 8868 can be filed electronically if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for corporate Form 990-T filers). However, you cannot file it electronically if you want the additional (not automatic) 3-month extension, instead you must submit the fully completed signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit [www.irs.gov/efile](http://www.irs.gov/efile).

<b>Type or print</b>	Name of Exempt Organization <b>JUDICIAL WATCH, INC.</b>	Employer identification number <b>52-1885088</b>
File by the due date for filing your return. See instructions.	Number, street, and room or suite no. If a P.O. box, see instructions. <b>501 SCHOOL STREET, SW, NO. 500</b>	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. <b>WASHINGTON, DC 20024</b>	

**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 (sec. 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 ▶ **THE ORGANIZATION**  
 Telephone No. ▶ **(202) 646-5172** 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 **Form 990-T corporation**) extension of time until **AUGUST 15, 2005** to file the exempt organization return for the organization named above. The extension is for the organization's return for:  
 ▶  calendar year **2004** or  
 ▶  tax year beginning \_\_\_\_\_, and ending \_\_\_\_\_.

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 ..... \$ \_\_\_\_\_

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 ..... \$ \_\_\_\_\_

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 ..... \$ **N/A**

**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.

COPY

- If you are filing for an **Additional (not automatic) 3-Month Extension**, complete only **Part II** and check this box  **X**
- Note:** Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868.
- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** (on page 1).

**Part II Additional (not automatic) 3-Month Extension of Time - Must file Original and One Copy.**

Type or print.	Name of Exempt Organization	Employer Identification number
	JUDICIAL WATCH, INC.	52-1885088
	Number, street, and room or suite no. If a P.O. box, see instructions. 501 SCHOOL STREET, SW, NO. 500	For IRS use only
File by the extended due date for filing the return. See instructions.	City, town or post office, state, and ZIP code. For a foreign address, see instructions. WASHINGTON, DC 20024	

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

Form 990   
  Form 990-EZ   
  Form 990-T (sec. 401(a) or 408(a) trust)   
  Form 1041-A   
  Form 5227   
  Form 8870  
 Form 990-BL   
  Form 990-PF   
  Form 990-T (trust other than above)   
  Form 4720   
  Form 6069

**STOP: Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.**

- The books are in the care of **THE ORGANIZATION**  
 Telephone No. **(202) 646-5172**      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 is for.

4 I request an additional 3-month extension of time until **NOVEMBER 15, 2005.**

5 For calendar year **2004**, or other tax year beginning \_\_\_\_\_ and ending \_\_\_\_\_.

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

7 State in detail why you need the extension  
**ADDITIONAL TIME IS NEEDED TO GATHER INFORMATION NECESSARY TO FILE A COMPLETE AND ACCURATE RETURN.**

8a 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 ..... \$ \_\_\_\_\_

b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868 ..... \$ \_\_\_\_\_

c **Balance Due.** Subtract line 8b from line 8a. 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 ..... \$ \_\_\_\_\_ **N/A**

**Signature and Verification**

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form.

Signature **R H S**      Title **CPA**      Date **8/3/05**

**Notice to Applicant - To Be Completed by the IRS**

- We **have** approved this application. Please attach this form to the organization's return.
- We **have not** approved this application. However, we have granted a 10-day grace period from the later of the date shown below or the due date of the organization's return (including any prior extensions). This grace period is considered to be a valid extension of time for elections otherwise required to be made on a timely return. Please attach this form to the organization's return.
- We **have not** approved this application. After considering the reasons stated in Item 7, we cannot grant your request for an extension of time to file. We are not granting a 10-day grace period.
- We **cannot consider** this application because it was filed after the extended due date of the return for which an extension was requested.
- Other \_\_\_\_\_

Director \_\_\_\_\_ By: \_\_\_\_\_ Date \_\_\_\_\_

**Alternate Mailing Address** - Enter the address if you want the copy of this application for an additional 3-month extension returned to an address different than the one entered above.

Type or print	Name RAFFA, P.C.
	Number and street (include suite, room, or apt. no.) or a P.O. box number 1899 L STREET, NW, SUITE 600
	City or town, province or state, and country (including postal or ZIP code) WASHINGTON, DC 20036

