

Return of Organization Exempt From Income Tax

2009

Department of the Treasury
Internal Revenue Service

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

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

Open to Public Inspection

A For the 2009 calendar year, or tax year beginning JUL 1, 2009 **and ending** JUN 30, 2010

B Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Terminated <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	Please use IRS label or print or type. See Specific Instructions.	C Name of organization NATIONAL CENTER FOR FAMILY LITERACY, INC Doing Business As Number and street (or P.O. box if mail is not delivered to street address) Room/suite 325 W. MAIN STREET, SUITE 300 City or town, state or country, and ZIP + 4 LOUISVILLE, KY 40202-4237 F Name and address of principal officer: SHARON DARLING SAME AS C ABOVE	D Employer identification number 61-1159549 E Telephone number 502-584-1133 G Gross receipts \$ 6,522,258. H(a) Is this a group return for affiliates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No H(b) Are all affiliates included? <input type="checkbox"/> Yes <input type="checkbox"/> No If "No," attach a list. (see instructions) H(c) Group exemption number ▶
I Tax-exempt status: <input checked="" type="checkbox"/> 501(c) (3) ◀ (insert no.) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527		J Website: ▶ WWW.FAMLIT.ORG	
K Form of organization: <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Trust <input type="checkbox"/> Association <input type="checkbox"/> Other ▶		L Year of formation: 1989 M State of legal domicile: KY	

Part I Summary

	1	Briefly describe the organization's mission or most significant activities: FAMILY LITERACY PROGRAMS AND SERVICES THAT TRANSFORM LIVES THROUGH LITERACY AND EDUCATION.			
	2	Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets.			
Activities & Governance	3	Number of voting members of the governing body (Part VI, line 1a)	3	9	
	4	Number of independent voting members of the governing body (Part VI, line 1b)	4	8	
	5	Total number of employees (Part V, line 2a)	5	42	
	6	Total number of volunteers (estimate if necessary)	6	15	
	7a	Total gross unrelated business revenue from Part VIII, column (C), line 12	7a	0.	
	b	Net unrelated business taxable income from Form 990-T, line 34	7b	0.	
	Revenue	8	Contributions and grants (Part VIII, line 1h)	4,339,296.	2,177,997.
9		Program service revenue (Part VIII, line 2g)	2,826,004.	2,513,712.	
10		Investment income (Part VIII, column (A), lines 3, 4, and 7d)	-144,031.	167,855.	
11		Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	8,071.	49,302.	
12		Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	7,029,340.	4,908,866.	
Expenses		13	Grants and similar amounts paid (Part IX, column (A), lines 1-3)	1,337,950.	1,343,450.
		14	Benefits paid to or for members (Part IX, column (A), line 4)		
		15	Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)	2,909,452.	2,086,566.
		16a	Professional fundraising fees (Part IX, column (A), line 11e)		
		b	Total fundraising expenses (Part IX, column (D), line 25) ▶ 182,639.		
		17	Other expenses (Part IX, column (A), lines 11a-11d, 11f-24f)	3,363,802.	3,304,008.
Net Assets or Fund Balances		18	Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)	7,611,204.	6,734,024.
	19	Revenue less expenses. Subtract line 18 from line 12	-581,864.	-1,825,158.	
	20	Total assets (Part X, line 16)	13,754,906.	13,367,515.	
	21	Total liabilities (Part X, line 26)	406,050.	1,242,761.	
	22	Net assets or fund balances. Subtract line 21 from line 20	13,348,856.	12,124,754.	

Part II Signature Block

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

Sign Here

Signature of officer: *Sharon Darling*
 SHARON DARLING, PRESIDENT
 Type or print name and title

Date: 12-10-2011

Paid Preparer's Use Only

Preparer's signature	Date	Check if self-employed <input type="checkbox"/>	Preparer's identifying number (see instructions)
Firm's name (or yours if self-employed), address, and ZIP + 4	EIN ▶		Phone no. ▶ (502) 749-1900
MOUNTJOY CHILTON MEDLEY LLP			
462 S. FOURTH ST, 2000 MEIDINGER TOWER			
LOUISVILLE, KY 40202-3445			

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

Part III Statement of Program Service Accomplishments

1 Briefly describe the organization's mission: SEE SCHEDULE O FOR CONTINUATION IMPROVING THE LITERACY OF ADULTS AND CHILDREN THROUGH A FAMILY APPROACH TO EDUCATION; CREATING AND PROVIDING EVIDENCE-BASED LANGUAGE AND LITERACY RESOURCES AND LEARNING OPPORTUNITIES FOR PARENTS AND PROFESSIONALS; HEIGHTENING PUBLIC AWARENESS OF THE OBSTACLES AND

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? [] Yes [X] No If "Yes," describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? [] Yes [X] No If "Yes," describe these changes on Schedule O.

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

4a (Code:) (Expenses \$ 2,576,009. including grants of \$ 1,338,950.) (Revenue \$ 1,144,136.) FAMILY LITERACY PROGRAMS

DEVELOPS AND EXECUTES FAMILY LITERACY PROGRAMS THAT SERVE FAMILIES FOR THE PURPOSES OF EXPANDING LITERACY SKILLS FOR TWO GENERATIONS SIMULTANEOUSLY. CREATES, TESTS AND IMPLEMENTS RESEARCH-BASED PROGRAM MATERIALS, TOOLS AND TRAINING TO PARENTS AND FAMILIES, LITERACY PROGRAMS, COMMUNITY PARTNERS AND SCHOOL SYSTEMS. TRANSLATES COMPLEX RESEARCH INTO PRACTICAL SOLUTIONS BENEFITTING PARENTS AND CHILDREN.

4b (Code:) (Expenses \$ 978,181. including grants of \$) (Revenue \$ 978,181.) FAMILY AND CHILD EDUCATION PROGRAM (FACE)

THE FAMILY AND CHILD EDUCATION (FACE) PROGRAM SERVES AMERICAN INDIAN FAMILIES WITH CHILDREN PRENATAL THROUGH 3RD GRADE BY PROVIDING COMPREHENSIVE FAMILY LITERACY SERVICES THAT INCLUDE EARLY CHILDHOOD EDUCATION, ADULT EDUCATION, AND PARENTING EDUCATION. THE ORGANIZATION HAS CONTRACTED WITH THE BUREAU OF INDIAN EDUCATION (BIE) TO PROVIDE TRAINING/TECHNICAL ASSISTANCE TO PROGRAMS IN COLLABORATION WITH THE NATIONAL CENTER FOR PARENTS AS TEACHERS. FACE HAS SERVED NEARLY 30,000 PARTICIPANTS SINCE ITS INCEPTION AND EXISTS TODAY IN 45 BIE SCHOOLS ON RESERVATIONS ACROSS THE NATION.

4c (Code:) (Expenses \$ 391,395. including grants of \$) (Revenue \$ 391,395.) THINKFINITY

THINKFINITY.ORG IS A ROBUST WEB-BASED PLATFORM OF OVER 40,000 FREE, EDUCATIONAL RESOURCES FOR K-12 TEACHERS, PARENTS AND STUDENTS. THE ORGANIZATION, ONE OF THE 10 THINKFINITY CONTENT PARTNERS, CONTRIBUTES CUTTING-EDGE ONLINE LEARNING TOOLS AND COLLABORATES WITH OTHER CONTENT PARTNERS TO SUPPORT PARENT INVOLVEMENT IN THEIR CHILDREN'S EDUCATIONAL EXPERIENCE.

4d Other program services. (Describe in Schedule O.) (Expenses \$ 1,708,952. including grants of \$ 4,500.) (Revenue \$)

4e Total program service expenses \$ 5,654,537.

Part IV Checklist of Required Schedules

		Yes	No
1	Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? <i>If "Yes," complete Schedule A</i>	X	
2	Is the organization required to complete Schedule B, Schedule of Contributors?	X	
3	Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? <i>If "Yes," complete Schedule C, Part I</i>		X
4	Section 501(c)(3) organizations. Did the organization engage in lobbying activities? <i>If "Yes," complete Schedule C, Part II</i>	X	
5	Section 501(c)(4), 501(c)(5), and 501(c)(6) organizations. Is the organization subject to the section 6033(e) notice and reporting requirement and proxy tax? <i>If "Yes," complete Schedule C, Part III</i>		
6	Did the organization maintain any donor advised funds or any similar funds or accounts where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? <i>If "Yes," complete Schedule D, Part I</i>		X
7	Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? <i>If "Yes," complete Schedule D, Part II</i>		X
8	Did the organization maintain collections of works of art, historical treasures, or other similar assets? <i>If "Yes," complete Schedule D, Part III</i>		X
9	Did the organization report an amount in Part X, line 21; serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? <i>If "Yes," complete Schedule D, Part IV</i>		X
10	Did the organization, directly or through a related organization, hold assets in term, permanent, or quasi-endowments? <i>If "Yes," complete Schedule D, Part V</i>	X	
11	Is the organization's answer to any of the following questions "Yes"? <i>If so, complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable</i>	X	
	<ul style="list-style-type: none"> Did the organization report an amount for land, buildings, and equipment in Part X, line 10? <i>If "Yes," complete Schedule D, Part VI.</i> Did the organization report an amount for investments - other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VII.</i> Did the organization report an amount for investments - program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VIII.</i> Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part IX.</i> Did the organization report an amount for other liabilities in Part X, line 25? <i>If "Yes," complete Schedule D, Part X.</i> Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48? <i>If "Yes," complete Schedule D, Part X.</i> 		
12	Did the organization obtain separate, independent audited financial statements for the tax year? <i>If "Yes," complete Schedule D, Parts XI, XII, and XIII.</i>	X	
12A	Was the organization included in consolidated, independent audited financial statements for the tax year? <i>If "Yes," completing Schedule D, Parts XI, XII, and XIII is optional</i>		
		Yes	No
			X
13	Is the organization a school described in section 170(b)(1)(A)(ii)? <i>If "Yes," complete Schedule E</i>	X	
14a	Did the organization maintain an office, employees, or agents outside of the United States?		X
14b	Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, and program service activities outside the United States? <i>If "Yes," complete Schedule F, Part I</i>		X
15	Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? <i>If "Yes," complete Schedule F, Part II</i>		X
16	Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? <i>If "Yes," complete Schedule F, Part III</i>		X
17	Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? <i>If "Yes," complete Schedule G, Part I</i>		X
18	Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? <i>If "Yes," complete Schedule G, Part II</i>		X
19	Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? <i>If "Yes," complete Schedule G, Part III</i>		X
20	Did the organization operate one or more hospitals? <i>If "Yes," complete Schedule H</i>		X