See a Social Security Number? Say Something!
Report Privacy Problems to https://public.resource.org/privacy
Or call the IRS Identity Theft Hotline at 1-800-908-4490
Exempt Organization Business Income Tax Return
(and proxy tax under section 6033(e))

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

Name of organization ( Check box if name changed and see instructions.)

THE AMERICAN PROSPECT, INC.

Number, street, and room or suite no. If a P.O. box, see page 9 of instructions.

1710 RHODE ISLAND AVE., 12TH FLOOR, NO. 717

City or town, state, and ZIP code

WASHINGTON, DC 20036

Group exemption number (See instructions for Block F.)

52-1617061

Check organization type ▶

X 501(c) corporation □ 501(c) trust □ 401(a) trust □ Other trust

1,118,261.

During the tax year, was the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? ▶ □ Yes □ No

If "Yes," enter the name and identifying number of the parent corporation. ▶

The books are in care of ▶ GEORGE SLOWIK

Telephone number ▶ 202-776-0730

Part I Unrelated Trade or Business Income

(A) Income (B) Expenses (C) Net

1a Gross receipts or sales

1b Less returns and allowances ▶

c Balance

2 Cost of goods sold (Schedule A, line 7)

3 Gross profit. Subtract line 2 from line 1c

4a Capital gain net income (attach Schedule D)

4b Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)

4c Capital loss deduction for trusts

5 Income (loss) from partnerships and S corporations (attach statement)

6 Rent income (Schedule C)

7 Unrelated debt-financed income (Schedule E)

8 Interest, annuities, royalties, and rents from controlled organizations (Sch. F)

9 Investment income of a section 501(c)(7), (9), or (17) organization (Schedule G)

10 Exploited exempt activity income (Schedule I)

11 Advertising income (Schedule J)

12 Other income (See instructions; attach schedule.)

13 Total. Combine lines 3 through 12

11 304,072.

12 304,072.

13 304,072.

Part II Deductions Not Taken Elsewhere (see instructions for limitations on deductions)

(Except for contributions, deductions must be directly connected with the unrelated business income)

14 Compensation of officers, directors, and trustees (Schedule K)

15 Salaries and wages

16 Repairs and maintenance

17 Bad debts

18 Interest (attach schedule)

19 Taxes and licenses

20 Charitable contributions (See instructions for limitation rules.)

21 Depreciation (attach Form 4562)

22 Less depreciation claimed on Schedule A and elsewhere on return

23 Depletion

24 Contributions to deferred compensation plans

25 Employee benefit programs

26 Excess exempt expenses (Schedule F)

27 Excess readership costs (Schedule J)

28 Other deductions (attach schedule)

29 Total deductions. Add lines 14 through 28

30 Unrelated business taxable income before net operating loss deduction. Subtract line 29 from line 13

31 Net operating loss deduction (limited to the amount on line 30)

32 Unrelated business taxable income before specific deduction. Subtract line 31 from line 30

33 Specific deduction (Generally $1,000, but see instructions for exceptions)

34 Unrelated business taxable income. Subtract line 33 from line 32. If line 33 is greater than line 32, enter the smaller of zero or line 32

32 1,000.

33 0.

34 0.
Part III | Tax Computation

35 Organizations Taxable as Corporations See instructions for tax computation.
   Controlled group members (sections 1561 and 1563) check here ▶ See instructions and:
   a Enter your share of the $50,000, $25,000, and $9,925,000 taxable income brackets (in that order):
      (1) $ (2) $ (3) $ ▶ 35c 0 .
   b Enter organization's share of: (1) Additional 5% tax (not more than $11,750) ▶ 36
      (2) Additional 3% tax (not more than $100,000) ▶ 37
   c Income tax on the amount on line 34 ▶ 38
36 Trusts Taxable at Trust Rates See instructions for tax computation. Income tax on the amount on line 34 from:
   □ Tax rate schedule or □ Schedule D (Form 1041) ▶ 36
37 Proxy tax See instructions ▶ 37
38 Alternative minimum tax ▶ 38
39 Total Add lines 37 and 38 to line 35c or 36, whichever applies ▶ 39 0 .

Part IV | Tax and Payments

40a Foreign tax credit (corporations attach Form 1118; trusts attach Form 1116) ▶ 40a
   □ Other credits (see instructions) ▶ 40b
   □ General business credit. Attach Form 3800 ▶ 40c
   □ Credit for prior year minimum tax (attach Form 8801 or 8827) ▶ 40d
   e Total credits. Add lines 40a through 40d ▶ 40e 0 .
41 Subtract line 40e from line 39 ▶ 41 0 .
42 Other taxes. Check if from: □ Form 4255 □ Form 8611 □ Form 8697 □ Form 8866 □ Other (attach schedule) ▶ 42
43 Total tax Add lines 41 and 42 ▶ 43 0 .
44 a Payments: A 2007 overpayment credited to 2008
   □ 2008 estimated tax payments ▶ 44a
   □ Tax deposited with Form 8868 ▶ 44b
   □ Foreign organizations: Tax paid or withheld at source (see instructions) ▶ 44c
   □ Backup withholding (see instructions) ▶ 44d
   □ Other credits and payments: □ Form 2439 □ Other ▶ 44e
      □ Form 4136 ▶ 44f
45 Total payments. Add lines 44a through 44f ▶ 45 0 .
46 Estimated tax penalty (see instructions). Check if Form 2220 is attached ▶ 46
47 Tax due. If line 45 is less than the total of lines 43 and 46, enter amount owed ▶ 47 0 .
48 Overpayment. If line 45 is larger than the total of lines 43 and 46, enter amount overpaid ▶ 48 0 .
49 Enter the amount of line 48 you want: Credited to 2009 estimated tax ▶ 49 Refunded ▶ 49

Part V | Statements Regarding Certain Activities and Other Information (See instructions on page 18)

1 At any time during the 2008 calendar year, did the organization have an interest in or a signature or other authority over a financial account (bank, securities, or other) in a foreign country? If YES, the organization may have to file Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts. If YES, enter the name of the foreign country here ▶ X
2 During the tax year, did the organization receive a distribution from, or own it, the grantor of, or a transferor to, a foreign trust? If YES, see page 5 of the instructions for other forms the organization may have to file ▶ X
3 Enter the amount of tax-exempt interest received or accrued during the tax year ▶ $

Schedule A - Cost of Goods Sold. Enter method of inventory valuation ▶ N/A

1 Inventory at beginning of year
   2 Purchases
   3 Cost of labor
   4a Additional section 263A costs
   4b Other costs (attach schedule)
   5 Total Add lines 1 through 4l
   6 Cost of goods sold. Subtract line 6 from line 5. Enter here and in Part I, line 2
   7 Cost of goods sold ▶ 7

Sign Here
Preparer's signature ▶ PRESIDENT
Preparer's SSN or PTIN ▶ 00744592
Preparer's Use Only
Form's name (or yours if self-employed), address, and ZIP code ▶ FEELEY & DRISCOLL, P.C.
200 PORTLAND STREET ▶ BOSTON, MA 02114
EIN ▶ 04-2684828
Phone no. ▶ (617) 742-7788

Form 990-T (2009)
### Schedule C - Rent Income (From Real Property and Personal Property Leased With Real Property)

1. **Description of property**
   - (1)
   - (2)
   - (3)
   - (4)

2. **Rent received or accrued**
   - (a) From personal property (if the percentage of rent for personal property is more than 10% but not more than 50%)
   - (b) From real and personal property (if the percentage of rent for personal property exceeds 50% or if the rent is based on profit or income)

   - (1)
   - (2)
   - (3)
   - (4)

   **Total** 0. Total 0.

3. **Deductions directly connected with the income in columns 2(a) and 2(b) (attach schedule)**
   - (a) "Deductions directly connected with the income in columns 2(a) and 2(b) (attach schedule)"

   **Total income** Add totals of columns 2(a) and 2(b). Enter here and on page 1, Part I, line 6, column (A) 0. (b) Total deductions

   Enter here and on page 1, Part I, line 6, column (B) 0.

### Schedule E - Unrelated Debt-Financed Income

1. **Description of debt-financed property**

2. **Gross income from debt-financed property**

3. **Deductions directly connected with or allocable to debt-financed property**
   - (a) Straight line depreciation (attach schedule)
   - (b) Other deductions (attach schedule)

4. **Amount of average acquisition debt on or allocable to debt-financed property (attach schedule)**

   **Total dividends-received deductions included in column 8**

### Schedule F - Interest, Annuities, Royalties, and Rents From Controlled Organizations

1. **Name of controlled organization**

2. **Exempt Controlled Organizations**

   - (1)
   - (2)
   - (3)
   - (4)

   **Nonexempt Controlled Organizations**

   - (1)
   - (2)
   - (3)
   - (4)

   **Total**

---

<table>
<thead>
<tr>
<th>Description of property</th>
<th>2 Gross income from debt-financed property</th>
<th>3 Deductions directly connected with or allocable to debt-financed property</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
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</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Description of debt-financed property</th>
<th>2 Gross income from debt-financed property</th>
<th>3 Deductions directly connected with or allocable to debt-financed property</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
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</tbody>
</table>

<table>
<thead>
<tr>
<th>Amount of average acquisition debt on or allocable to debt-financed property (attach schedule)</th>
<th>5 Average adjusted basis of or allocable to debt-financed property (attach schedule)</th>
<th>6 Column 4 divided by column 5</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
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</tbody>
</table>

<table>
<thead>
<tr>
<th>Gross income reportable (column 2 x column 8)</th>
<th>Allocable deductions (column 6 x total of columns 3(a) and 3(b))</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Total dividends-received deductions included in column 8

0.

<table>
<thead>
<tr>
<th>1 Name of controlled organization</th>
<th>2 Employer identification number</th>
<th>3 Net unrelated income (loss) (see instructions)</th>
<th>4 Total of specified payments made</th>
<th>5 Part of column 4 that is included in the controlling organization's gross income</th>
<th>6 Deductions directly connected with income in column 5</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
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</tbody>
</table>

**Total**

<table>
<thead>
<tr>
<th>Taxable income</th>
<th>8 Net unrelated income (loss) (see instructions)</th>
<th>9 Total of specified payments made</th>
<th>10 Part of column 4 that is included in the controlling organization's gross income</th>
<th>11 Deductions directly connected with income in column 10</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
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</tbody>
</table>

Total dividends-received deductions included in column 8

0.
### Schedule G - Investment Income of a Section 501(c)(7), (9), or (17) Organization

(see instructions on page 21)

<table>
<thead>
<tr>
<th></th>
<th>1 Description of income</th>
<th>2 Amount of income</th>
<th>3 Deductions directly connected (attach schedule)</th>
<th>4 Set-asides (attach schedule)</th>
<th>5 Total deductions and set-asides (col. 3 plus col. 4)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1)</td>
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<tr>
<td>(2)</td>
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<td>(3)</td>
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<td>(4)</td>
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</tr>
</tbody>
</table>

Totals: 0.

### Schedule I - Exploited Exempt Activity Income, Other Than Advertising Income

(see instructions on page 21)

<table>
<thead>
<tr>
<th></th>
<th>1 Description of exploited activity</th>
<th>2 Gross unrelated business income from trade or business</th>
<th>3 Expenses directly connected with production of unrelated business income</th>
<th>4 Net income (loss) from unrelated trade or business (column 2 minus column 3) If a gain, compute cols 5 through 7</th>
<th>5 Gross income from activity that is not unrelated business income</th>
<th>6 Expenses attributable to column 5</th>
<th>7 Excess exempt expenses (column 6 minus column 5, but not more than column 4)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1)</td>
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<td>(4)</td>
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</tr>
</tbody>
</table>

Totals: 0.

### Schedule J - Advertising Income

(see instructions on page 21)

**Part I** Income From Periodicals Reported on a Consolidated Basis

<table>
<thead>
<tr>
<th></th>
<th>1 Name of periodical</th>
<th>2 Gross advertising income</th>
<th>3 Direct advertising costs</th>
<th>4 Advertising gain or (loss) (col 2 minus col 3) If a gain, compute cols 5 through 7</th>
<th>5 Circulation income</th>
<th>6 Readership costs</th>
<th>7 Excess readership costs (column 6 minus column 5, but not more than column 4)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1)</td>
<td></td>
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<td>(4)</td>
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<td></td>
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<td></td>
</tr>
</tbody>
</table>

Totals (carry to Part II, line 5): 0.

**Part II** Income From Periodicals Reported on a Separate Basis (For each periodical listed in Part II, fill in columns 2 through 7 on a line-by-line basis)

<table>
<thead>
<tr>
<th></th>
<th>1 Name of periodical</th>
<th>2 Gross advertising income</th>
<th>3 Direct advertising costs</th>
<th>4 Advertising gain or (loss) (col 2 minus col 3) If a gain, compute cols 5 through 7</th>
<th>5 Circulation income</th>
<th>6 Readership costs</th>
<th>7 Excess readership costs (column 6 minus column 5, but not more than column 4)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1)</td>
<td>THE AMERICAN</td>
<td>304,072.</td>
<td></td>
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<tr>
<td>(2)</td>
<td>PROSPECT</td>
<td>304,072.</td>
<td>637,271.</td>
<td>1501773.</td>
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<tr>
<td>(3)</td>
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</tr>
</tbody>
</table>

Totals from Part I: 0.

<table>
<thead>
<tr>
<th></th>
<th>Enter here and on page 1, Part I, line 11, col (A)</th>
<th>Enter here and on page 1, Part I, line 11, col (B)</th>
<th>Enter here and on page 1, Part II, line 27</th>
</tr>
</thead>
<tbody>
<tr>
<td>(5)</td>
<td>Totals, Part II (lines 1-5)</td>
<td>304,072.</td>
<td>0.</td>
</tr>
</tbody>
</table>

Totals, Part II (lines 1-5): 304,072.

### Schedule K - Compensation of Officers, Directors, and Trustees

(see instructions on page 22)

<table>
<thead>
<tr>
<th></th>
<th>1 Name</th>
<th>2 Title</th>
<th>3 Percent of time devoted to business</th>
<th>4 Compensation attributable to unrelated business</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
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<td></td>
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</tbody>
</table>

Total: Enter here and on page 1, Part II, line 14

0.

Form 990-T (2008)