

Application for Recognition of Exemption
Under Section 501(c)(3) of the Internal Revenue Code

To be filed in the key district for the area in which the organization has its principal office or place of business.

This application, when properly completed, shall constitute the notice required under section 508(a) of the Internal Revenue Code in order that an applicant may be treated as described in section 501(c)(3) of the Code, and the notice under section 508(b) appropriate to an organization claiming not to be a private foundation within the meaning of section 509(a). (Read the instructions for each part carefully before making any entries.) The organization must have an organizing instrument (See Part II) before this application may be filed.

Part I—Identification

1 Full name of organization The Enterprise Foundation, Inc.		2 Employer identification number (If none, attach Form SS-4) SS-4 attached	
3(a) Address (number and street) c/o Michael I. Sanders, Esq. 1700 Pennsylvania Avenue, N.W., Suite 300		Check here if applying under section: <input type="checkbox"/> 501(e) <input type="checkbox"/> 501(f)	
3(b) City or town, State and ZIP code Washington, D.C. 20006		4 Name and phone number of person to be contacted Michael I. Sanders, Esq., (202) 637-9110	
5 Month the annual accounting period ends December	6 Date incorporated or formed 9/26/80	7 Activity Codes 381 398 560	
8(a) Has the organization filed Federal income tax returns? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," state the form number(s), year(s) filed, and Internal Revenue Office where filed ▶			
8(b) Has the organization filed exempt organization information returns? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," state the form number(s), year(s) filed, and Internal Revenue Office where filed ▶			

Part II.—Type of Entity and Organizational Documents (See instructions)

Check the applicable entity box below and attach a conformed copy of the organization's organizing and operational documents as indicated for each entity.

Corporation—Articles of incorporation, bylaws. Trust—Trust indenture. Other—Constitution or articles, bylaws.

Part III.—Activities and Operational Information

1 What are or will be the organization's sources of financial support? List in order of magnitude. If a portion of the receipts is or will be derived from the earnings of patents, copyrights, or other assets (excluding stock, bonds, etc.), identify such item as a separate source of receipts. Attach representative copies of solicitations for financial support.

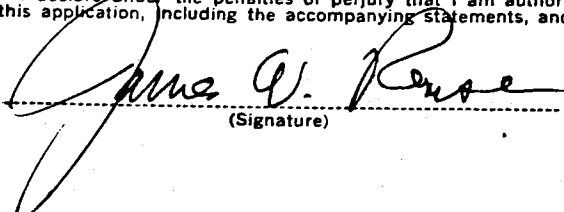
The Foundation's primary source of support will be gifts, grants and contributions from individuals, corporations, private foundations and other "publicly supported" charitable organizations. The Foundation also intends to apply for low-interest loans from individuals, corporations and other charitable organizations and to use such loan funds in furtherance of its charitable purposes and activities. In addition, the Foundation anticipates earning substantial investment income from its investment endowment funds, which will be used in furtherance of its charitable purposes. (See Part III, Question 5.)

[continued on Attachment A]

2 Describe the organization's fund-raising program, both actual and planned, and explain to what extent it has been put into effect. (Include details of fund-raising activities such as selective mailings, formation of fund-raising committees, use of professional fund raisers, etc.)

The Foundation will conduct its fund-raising activities by personal contacts and written correspondence with interested donors. The use of a professional fund-raising organization is not now contemplated.

I declare under the penalties of perjury that I am authorized to sign this application on behalf of the above organization and I have examined this application, including the accompanying statements, and to the best of my knowledge it is true, correct and complete.


 (Signature)

President
 (Title or authority of signer)

6/12/81
 (Date)

Part III.—Activities and Operational Information (Continued)

- 3** Give a narrative description of the activities presently carried on by the organization, and those that will be carried on. If the organization is not fully operational, explain what stage of development its activities have reached, what further steps remain for the organization to become fully operational, and when such further steps will take place. The narrative should specifically identify the services performed or to be performed by the organization. (Do not state the purposes of the organization in general terms or repeat the language of the organizational documents.) If the organization is a school, hospital, or medical research organization, include sufficient information in your description to clearly show that the organization meets the definition of that particular activity that is contained in the instructions for Part VII-A.

The Foundation has been organized primarily to assist persons of low income, and the elderly and handicapped, to obtain adequate housing and employment opportunities, to improve their general standard of living and quality of life, and escape the cycle of poverty. The Foundation will assist with projects to rehabilitate housing in presently deteriorated urban neighborhoods; in addition, it may participate in the restoration of historically significant downtown areas and other civic improvement undertakings related to urban life. The Foundation is currently in the preliminary stages of formation, and will become operational in the near future.

James W. Rouse is the President of the Foundation as well as one of its Trustees. Mr. Rouse was a member of President Eisenhower's Advisory Committee on Housing and Chairman of the Subcommittee that recommended the urban renewal program embraced in the Housing Act of 1954. He was a founder and President of ACTION (American Council To Improve Our Neighborhoods) and President of Urban America; a founder of the National Urban Coalition; and is a member of the Board of Directors of Jubilee Housing, Inc., a non-profit corporation rehabilitating housing for the very poor in Washington, D.C. In addition, Mr. Rouse has more than forty years experience in the housing industry, and is well-known for developing and constructing "planned" housing communities and revitalizing blighted urban areas. The Rouse Company, with Mr. Rouse as Chief Executive Officer, developed the city of Columbia, Maryland (with a projected population of 110,000), and has sponsored projects oriented toward revitalizing downtown areas, such as Faneuil Hall Marketplace in Boston, The Gallery at Market East in Philadelphia, and Harborplace in Baltimore. Mr. Rouse is presently retired from full-time employment, and intends to devote a substantial portion of his time and efforts in applying his expertise towards the furtherance of the Foundation's charitable activities.

The Foundation will accomplish its objectives primarily through grants to other organizations and, secondarily, through the direct conduct of activities, such as the following:

- (1) Providing funding for, and consulting services to, charitable organizations with a local "neighborhood" orientation, in furtherance of their activities to provide and/or rehabilitate housing for the poor. The Foundation may become actively

[continued on Attachment B]

4 The membership of the organization's governing body is:

(a) Names, addresses, and duties of officers, directors, trustees, etc.	(b) Specialized knowledge, training, expertise, or particular qualifications
See Attachment C	

Part III.—Activities and Operational Information (Continued)

4 (c) Do any of the above persons serve as members of the governing body by reason of being public officials or being appointed by public officials? Yes No
If "Yes," please name such persons and explain the basis of their selection or appointment.

(d) Are any members of the organization's governing body "disqualified persons" with respect to the organization (other than by reason of being a member of the governing body) or do any of the members have either a business or family relationship with "disqualified persons"? (See specific instructions 4(d).) Yes No
If "Yes," please explain.

(e) Have any members of the organization's governing body assigned income or assets to the organization? Yes No
If "Yes," attach a copy of assignment(s) and a list of items assigned.

(f) Is it anticipated that any current or future member of the organization's governing body will assign income or assets to the organization? Yes No
If "Yes," explain fully on an attached sheet. See Attachment D

5 Does the organization control or is it controlled by any other organization? Yes No
Is the organization the outgrowth of another organization, or does it have a special relationship to another organization by reason of interlocking directorates or other factors? Yes No
If either of these questions is answered "Yes," please explain. See Attachment E

6 Is the organization financially accountable to any other organization? Yes No
If "Yes," please explain and identify the other organization. Include details concerning accountability or attach copies of reports if any have been rendered.

7 (a) What assets does the organization have that are used in the performance of its exempt function? (Do not include property producing investment income.) If any assets are not fully operational, explain what stage of completion has been reached, what additional steps remain to be completed, and when such final steps will be taken. The Foundation presently has no assets; its assets will consist primarily of contributions and grants which it will use in the performance of its exempt functions.
(b) To what extent have you used, or do you plan to use contributions as an endowment fund, i.e., hold contributions to produce income for the support of your exempt activities? See Attachment F

8 (a) What benefits, services, or products will the organization provide with respect to its exempt function? The Foundation will provide funding and consulting services to other exempt organizations, and may conduct directly, projects whose primary purposes and activities are to aid the poor and distressed, improve their quality of life, and obtain suitable housing for the poor, elderly and handicapped. In addition, the Foundation may make "program-related investments" in furtherance of its exempt functions as described in Part III, Question 3. [Continued on Attachment G]

Part III.—Activities and Operational information (Continued)

8 (b) Have the recipients been required or will they be required to pay for the organization's benefits, services, or products? Yes No
If "Yes," please explain and show how the charges are determined.

9 Does or will the organization limit its benefits, services or products to specific classes of individuals? . . . Yes No
If "Yes," please explain how the recipients or beneficiaries are or will be selected.

See Attachment H

10 Is the organization a membership organization? Yes No

If "Yes," complete the following:

(a) Please describe the organization's membership requirements and attach a schedule of membership fees and dues.

N/A

(b) Describe your present and proposed efforts to attract members, and attach a copy of any descriptive literature or promotional material used for this purpose.

N/A

(c) Are benefits, services, or products limited to members? Yes No
If "No," please explain.

11 Does or will the organization engage in activities tending to influence legislation or intervene in any way in political campaigns? Yes No

If "Yes," please explain. (Note: You may wish to file Form 5768, Election/Revocation of Election by an Eligible Section 501(c)(3) Organization to Make Expenditures to Influence Legislation.)

12 Does the organization have a pension plan for employees? Yes No

13 (a) Are you filing Form 1023 within 15 months from the end of the first month in which you were created or formed as required by section 508(a) and the Regulations thereunder? (See general instruction B.) . . Yes No

(b) If 13(a) is "No," and you are claiming that section 508(a) does not apply to you, attach an explanation of your basis for this claim.

(c) If 13(a) is "No," and section 508(a) does apply to you, your exemption can be recognized only from the date this application is filed with your key District Director. Therefore, is it your intention that this application be considered as a request for recognition of exemption from the date the application is received and not retroactively to the date you were formed? Yes No

Part IV.—Statement as to Private Foundation Status

1 Is the organization a private foundation? Yes No

2 If question 1 is answered "No," indicate the type of ruling being requested as to the organization's status under section 509 by checking the applicable box(es) below:

(a) Definitive ruling under section 509(a)(1), (2), (3), or (4) check here and complete Part VII.

(b) Advance ruling under section ▶ 170(b)(1)(A)(vi) or ▶ 509(a)(2)—See instructions.

(c) Extended advance ruling under section ▶ 170(b)(1)(A)(vi) or ▶ 509(a)(2)—See instructions.

3 If question 1 is answered "Yes" and the organization claims to be a private operating foundation, check here and complete Part VIII.

(Note: If an extended advance ruling is desired you must check the appropriate boxes for both 2(b) and 2(c).)

Statement of Revenue and Expenses, for period ending _____, 19_____

Table with 2 main sections: Revenue (lines 1-7) and Expenses (lines 8-18). Revenue items include gross contributions, dues, and sales. Expense items include fund raising, salaries, interest, and depreciation.

Balance Sheets table with columns: Enter dates, Beginning date, Ending date. Rows include Assets (Cash, Accounts receivable, Inventories, Bonds, etc.) and Liabilities (Accounts payable, Mortgages, etc.), ending with Fund Balance or Net Worth.

Has there been any substantial change in any aspect of your financial activities since the period ending date shown above? [] Yes [] No
If "Yes," attach a detailed explanation.

Part VI.—Required Schedules for Special Activities. Table with 7 rows of questions (e.g., school, scholarship benefits, hospital, home for the aged) and corresponding schedule letters (A-G).

Part VII.—Non-Private Foundation .us (Definitive ruling only)

A.—Basis for Non-Private Foundation Status

The organization is not a private foundation because it qualifies as:

✓	Kind of organization	Within the meaning of	Complete
1	a church	Sections 509(a)(1) and 170(b)(1)(A)(i)	
2	a school	Sections 509(a)(1) and 170(b)(1)(A)(ii)	
3	a hospital	Sections 509(a)(1) and 170(b)(1)(A)(iii)	
4	a medical research organization operated in conjunction with a hospital	Sections 509(a)(1) and 170(b)(1)(A)(iii)	
5	being organized and operated exclusively for testing for public safety	Section 509(a)(4)	
6	being operated for the benefit of a college or university which is owned or operated by a governmental unit	Sections 509(a)(1) and 170(b)(1)(A)(iv)	Part VII.-B
7	normally receiving a substantial part of its support from a governmental unit or from the general public	Sections 509(a)(1) and 170(b)(1)(A)(vi)	Part VII.-B
8	normally receiving not more than one-third of its support from gross investment income and more than one-third of its support from contributions, membership fees, and gross receipts from activities related to its exempt functions (subject to certain exceptions)	Section 509(a)(2)	Part VII.-B
9	being operated solely for the benefit of or in connection with one or more of the organizations described in 1 through 4, or 6, 7, and 8 above	Section 509(a)(3)	Part VII.-C

B.—Analysis of Financial Support

	(a) Most recent taxable year	(Years next preceding most recent taxable year)			(e) Total
		(b) 19.....	(c) 19.....	(d) 19.....	
1 Gifts, grants, and contributions received					
2 Membership fees received					
3 Gross receipts from admissions, sales of merchandise or services, or furnishing of facilities in any activity which is not an unrelated business within the meaning of section 513					
4 Gross income from passive sources (see instructions for definition)					
5 Net income from organization's unrelated business activities not included on line 4					
6 Tax revenues levied for and either paid to or expended on behalf of the organization					
7 Value of services or facilities furnished by a governmental unit to the organization without charge (not including the value of services or facilities generally furnished the public without charge)					
8 Other income (not including gain or loss from sale of capital assets)—attach schedule					
9 Total of lines 1 through 8					
10 Line 9 minus line 3					
11 Enter 2% of line 10, column (e) only					

12 If the organization has received any unusual grants during any of the above taxable years, attach a list for each year showing the name of the contributor, the date and amount of grant, and a brief description of the nature of such grant. Do not include such grants in line 1 above. (See instructions)