efile GRAPHIC print - DO NOT PROCESS | As Filed Data - | DLN: 93490318014537

Form **990**

Department of the Treasury
Internal Revenue Service

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)

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

OMB No 1545-0047

2006

Open to Public Inspection

A For the 2006 calendar year, or tax year beginning 01-01-2006 and ending 12-31-2006

B Check if applicable
- Address change
- Name change
- Initial return
- Final return
- Amended return
- Application pending

Please use IRS label or print or type. See Specific Instructions.

C Name of organization
UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

Number and street (or P O box if mail is not delivered to street address) | Room/suite
1000 oakbrook drive No 300

City or town, state or country, and ZIP + 4
ANN ARBOR, MI 48104

D Employer identification number
52-2060187

E Telephone number
(734) 913-4250

F Accounting method ☐ Cash ☑ Accrual
☐ 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? ☐ Yes ☐ No
(If "No," attach a list See instructions)

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

I Group Exemption Number ▶

M Check ▶ ☐ if the organization is **not** required to attach Sch B (Form 990, 990-EZ, or 990-PF)

G Web site: ▶ wwwinternet2edu

J Organization type (check only one) ▶ ☑ 501(c) (3) ◀ (insert no) ☐ 4947(a)(1) or ☐ 527

K Check here ▶ ☐ if the organization is not a 509(a)(3) supporting organization **and** its gross receipts are normally **not** more than 25,000 A return is not required, but if the organization chooses to file a return, be sure to file a complete return

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 37,751,502

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

Revenue

1	Contributions, gifts, grants, and similar amounts received					
a	Contributions to donor advised funds		1a			
b	Direct public support (not included on line 1a)		1b	1,349,213		
c	Indirect public support (not included on line 1a)		1c			
d	Government contributions (grants) (not included on line 1a)		1d	1,165,714		
e	**Total** (add lines 1a through 1d) (cash $ 1,764,555 noncash $ 750,372)				1e	2,514,927
2	Program service revenue including government fees and contracts (from Part VII, line 93)				2	17,143,508
3	Membership dues and assessments				3	8,410,290
4	Interest on savings and temporary cash investments				4	1,150,099
5	Dividends and interest from securities				5	
6a	Gross rents		6a			
b	Less rental expenses		6b			
c	Net rental income or (loss) subtract line 6b from line 6a				6c	
7	Other investment income (describe ▶)				7	
8a	Gross amount from sales of assets other than inventory	**(A)** Securities		**(B)** Other		
		2,942,561	8a	5,941		
b	Less cost or other basis and sales expenses	2,956,296	8b	3,323		
c	Gain or (loss) (attach schedule)	-13,735	8c	2,618		
d	Net gain or (loss) Combine line 8c, columns (A) and (B)				8d	-11,117
9	Special events and activities (attach schedule) If any amount is from **gaming**, check here ▶ ☐					
a	Gross revenue (not including $ ____ of contributions reported on line 1b)		9a			
b	Less direct expenses other than fundraising expenses		9b			
c	Net income or (loss) from special events Subtract line 9b from line 9a				9c	
10a	Gross sales of inventory, less returns and allowances		10a	5,274,188		
b	Less cost of goods sold		10b	5,134,188		
c	Gross profit or (loss) from sales of inventory (attach schedule) Subtract line 10b from line 10a				10c	140,000
11	Other revenue (from Part VII, line 103)				11	309,988
12	**Total revenue** Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11				12	29,657,695

Expenses

13	Program services (from line 44, column (B))	13	23,386,581
14	Management and general (from line 44, column (C))	14	4,599,737
15	Fundraising (from line 44, column (D))	15	
16	Payments to affiliates (attach schedule)	16	
17	**Total expenses** Add lines 16 and 44, column (A)	17	27,986,318

Net Assets

18	Excess or (deficit) for the year Subtract line 17 from line 12	18	1,671,377
19	Net assets or fund balances at beginning of year (from line 73, column (A))	19	31,230,152
20	Other changes in net assets or fund balances (attach explanation)	20	-2,633,654
21	Net assets or fund balances at end of year Combine lines 18, 19, and 20	21	30,267,875

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 *(See the instructions.)*

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
22a Grants paid from donor advised funds (attach Schedule) (cash $______ noncash $______) If this amount includes foreign grants, check here ▶	22a				
22b Other grants and allocations (attach schedule) (cash $ 228,597 noncash $______) If this amount includes foreign grants, check here ▶	22b	228,597	228,597		
23 Specific assistance to individuals (attach schedule)	23				
24 Benefits paid to or for members (attach schedule)	24				
25a Compensation of current officers, directors, key employees etc Listed in Part V-A (attach schedule)	25a	869,903	28,029	841,874	
b Compensation of former officers, directors, key employees etc listed in Part V-B (attach schedule)	25b				
c Compensation and other distributions not icluded above to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)	25c				
26 Salaries and wages of employees not included on lines 25a, b and c	26	7,817,084	6,649,071	1,168,013	
27 Pension plan contributions not included on lines 25a, b and c	27	459,553	326,660	132,893	
28 Employee benefits not included on lines 25a - 27	28	1,107,134	1,006,482	100,652	
29 Payroll taxes	29	328,102	253,811	74,291	
30 Professional fundraising fees	30				
31 Accounting fees	31	301,856	9,017	292,839	
32 Legal fees	32	603,275	130,522	472,753	
33 Supplies	33	160,949	156,191	4,758	
34 Telephone	34	135,501	128,615	6,886	
35 Postage and shipping	35	26,415	22,881	3,534	
36 Occupancy	36	610,807	610,766	41	
37 Equipment rental and maintenance	37	8,815	8,637	178	
38 Printing and publications	38	32,939	32,200	739	
39 Travel	39	995,908	843,525	152,383	
40 Conferences, conventions, and meetings	40	1,472,491	1,377,661	94,830	
41 Interest	41				
42 Depreciation, depletion, etc (attach schedule)	42	2,271,377	2,265,456	5,921	
43 Other expenses not covered above (itemize)					
a See Additional Data Table	43a				
b	43b				
c	43c				
d	43d				
e	43e				
f	43f				
g	43g				
44 **Total functional expenses.** Add lines 22a through 43g (Organizations completing columns (B)-(D), carry these totals to lines 13–15)	44	27,986,318	23,386,581	4,599,737	0

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

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

If "Yes," enter **(i)** the aggregate amount of these joint costs $______, **(ii)** the amount allocated to Program services $______, **(iii)** the amount allocated to Management and general $______, and **(iv)** the amount allocated to Fundraising $

Part III **Statement of Program Service Accomplishments** ***(See the instructions.)***

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization How the public perceives an organization in such cases may be determined by the information presented on its return Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments

What is the organization's primary exempt purpose? ▶ UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT (UCAID) IS AN ORGANIZATION COMPRISED OF OVER 200 UNIVERSITIES DEVOTED TO PROVIDING LEADERSHIP AND DIRECTION FOR ADVANCED NETWORK DEVELOPMENT UCAID'S MISSION IS TO FACILITATE AND COORDINATE THE DEVELOPMENT, DEPLOYMENT, OPERATION AND TECHNOLOGY TRANSFER OF ADVANCED, NETWORK BASED APPLICATIONS AND NETWORK SERVICES TO FURTHER U S LEADERSHIP IN RESEARCH AND HIGHER EDUCATION AND ACCELERATE THE AVAILABILITY OF NEW SERVICES AND APPLICATIONS ON THE INTERNET UCAID FULFILLS ITS EXEMPT PURPOSES BY, AMONG OTHER THINGS, PROVIDING AN ADVANCED NATIONWIDE COMPUTER BACKBONE NETWORK (BNI,THE "ABILENE NETWORK") THAT LINKS UNIVERSITIES AND RESEARCH ORGANIZATIONS, AND ENABLES EDUCATORS, RESEARCHERS, SCIENTISTS AND OTHERS TO EXCHANGE INFORMATION AND COLLABORATE ON THE DEVELOPMENT OF ADVANCED NETWORKING TOOLS TO MEET EMERGING REQUIREMENTS IN RESEARCH, TEACHING AND LEARNING

All organizations must describe their exempt purpose achievements in a clear and concise manner State the number of clients served, publications issued, etc Discuss achievements that are not measurable (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others)

		Program Service Expenses (Required for 501(c)(3) and (4) orgs , and 4947(a)(1) trusts, but optional for others)
a	BNI IS AN ADVANCED BACKBONE NETWORK THAT CONNECTS REGIONAL NETWORK AGGREGATION POINTS TO SUPPORT THE WORK OF INTERNET2 UNIVERSITIES AS THEY DEVELOP ADVANCED INTERNET APPLICATIONS (formerly ABILENE) (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	15,184,375
b	GENERAL MEMBER SERVICES SUPPORT THE EXCHANGE OF NEW IDEAS AND STRATEGIES FOR THE DEVELOPMENT OF THE NEXT GENERATION INTERNET (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	5,480,530
c	MIDDLEWARE IS THE PROGRAM DEVELOPMENT OF SOFTWARE BETWEEN THE network and the applications this software provides services such as identification, authorization & directories (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	2,721,676
d	(Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	
e	Other program services (attach schedule) (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	
f	**Total of Program Service Expenses** (should equal line 44, column (B), Program services) . . . . ▶	23,386,581

Part IV **Balance Sheets** *(See the instructions.)*

Note: *Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.*			(A) Beginning of year		(B) End of year
Assets					
45 Cash—non-interest-bearing				45	2
46 Savings and temporary cash investments			18,775,805	46	6,118,563
47a Accounts receivable	47a	6,911,558			
b Less allowance for doubtful accounts	47b	105,000	6,752,145	47c	6,806,558
48a Pledges receivable	48a				
b Less allowance for doubtful accounts	48b			48c	
49 Grants receivable			413,163	49	118,622
50a Receivables from current and former officers, directors, trustees, and key employees (attach schedule)				50a	
b Receivables from other disqualified persons (as defined under section 4958(c)(3)(B) (attach schedule)				50b	
51a Other notes and loans receivable (attach schedule)	51a				
b Less allowance for doubtful accounts	51b		12,850	51c	
52 Inventories for sale or use			320,800	52	
53 Prepaid expenses and deferred charges			1,804,970	53	1,938,829
54a Investments—publicly-traded securities ▶ ☐ Cost ☑ FMV			1,359,925	54a	
b Investments—other securities (attach schedule) ▶ ☐ Cost ☑ FMV			10,171,265	54b	10,678,516
55a Investments—land, buildings, and equipment basis	55a				
b Less accumulated depreciation (attach schedule)	55b			55c	
56 Investments—other (attach schedule)				56	
57a Land, buildings, and equipment basis	57a	31,358,104			
b Less accumulated depreciation (attach schedule)	57b	16,842,831	8,802,873	57c	14,515,273
58 Other assets, including program-related investments (describe ▶)			647,841	58	9,578,544
59 **Total assets** (must equal line 74) Add lines 45 through 58			49,061,637	59	49,754,907
Liabilities					
60 Accounts payable and accrued expenses			1,301,166	60	2,871,438
61 Grants payable				61	
62 Deferred revenue			14,380,193	62	13,722,500
63 Loans from officers, directors, trustees, and key employees (attach schedule)				63	
64a Tax-exempt bond liabilities (attach schedule)				64a	
b Mortgages and other notes payable (attach schedule)				64b	
65 Other liabilities (describe ▶)			2,150,126	65	2,893,094
66 **Total liabilities** Add lines 60 through 65			17,831,485	66	19,487,032
Net Assets or Fund Balances					
Organizations that follow SFAS 117, check here ▶ ☑ and complete lines 67 through 69 and lines 73 and 74					
67 Unrestricted			31,225,152	67	30,267,875
68 Temporarily restricted			5,000	68	
69 Permanently restricted				69	
Organizations that do not follow SFAS 117, check here ▶ ☐ and complete lines 70 through 74					
70 Capital stock, trust principal, or current funds				70	
71 Paid-in or capital surplus, or land, building, and equipment fund				71	
72 Retained earnings, endowment, accumulated income, or other funds				72	
73 **Total net assets or fund balances** Add lines 67 through 69 **or** lines 70 through 72 (Column (A) **must** equal line 19 and column (B) **must** equal line 21)			31,230,152	73	30,267,875
74 **Total liabilities and net assets / fund balances** Add lines 66 and 73			49,061,637	74	49,754,907

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

a	Total revenue, gains, and other support per audited financial statements			a	29,764,507
b	Amounts included on line **a** but not on Part I, line 12				
1	Net unrealized gains on investments	b1	106,765		
2	Donated services and use of facilities	b2			
3	Recoveries of prior year grants	b3			
4	Other (specify)	b4	47		
	Add lines **b1** through **b4**			b	106,812
c	Subtract line **b** from line **a**			c	29,657,695
d	Amounts included on Part I, line 12, but not on line **a**				
1	Investment expenses not included on Part I, line 6b	d1			
2	Other (specify)	d2			
	Add lines **d1** and **d2**			d	106,812
e	**Total revenue** (Part I, line 12) Add lines **c** and **d** ▶			e	29,657,695

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

a	Total expenses and losses per audited financial statements			a	30,729,667
b	Amounts included on line **a** but not on Part I, line 17				
1	Donated services and use of facilities	b1			
2	Prior year adjustments reported on Part I, line 20	b2			
3	Losses reported on Part I, line 20	b3	2,737,920		
4	Other (specify)	b4	5,429		
	Add lines **b1** through **b4**			b	2,743,349
c	Subtract line **b** from line **a**			c	27,986,318
d	Amounts included on Part I, line 17, but not on line **a:**				
1	Investment expenses not included on Part I, line 6b	d1			
2	Other (specify)	d2			
	Add lines **d1** and **d2**			d	
e	**Total expenses** (Part I, line 17) Add lines **c** and **d** ▶			e	27,986,318

Part V-A **Current Officers, Directors, Trustees, and Key Employees** (List each person who was an officer, director, trustee, or key employee at any time during the year even if they were not compensated.) *(See the instructions.)*

(A) Name and address	**(B)** Title and average hours per week devoted to position	**(C)** Compensation **(If not paid, enter -0-.)**	**(D)** Contributions to employee benefit plans & deferred compensation plans	**(E)** Expense account and other allowances
See Additional Data Table				

Part V-A Current Officers, Directors, Trustees, and Key Employees *(continued)*

			Yes	No
75a	Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings ▶ 13			
b	Are any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, related to each other through family or business relationships? If "Yes," attach a statement that identifies the individuals and explains the relationship(s)	**75b**		No
c	Do any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, receive compensation from any other organizations, whether tax exempt or taxable, that are related to the organization? See the instructions for the definition of "related organization" ▶	**75c**		No
	If "Yes," attach a statement that includes the information described in the instructions			
d	Does the organization have a written conflict of interest policy?	**75d**		No

Part V-B Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other Benefits (If any former officer, director, trustee, or key employee received compensation or other benefits (described below) during the year, list that person below and enter the amount of compensation or other benefits in the appropriate column. See the instructions.)

(A) Name and address	**(B)** Loans and Advances	**(C)** Compensation (If not paid enter -0-)	**(D)** Contributions to employee benefit plans and deferred compensation plans	**(E)** Expense account and other allowances

Part VI Other Information *(See the instructions.)*

			Yes	No
76	Did the organization make a change in its activities or methods of conducting activities? If "Yes," attach a detailed statement of each change	**76**		No
77	Were any changes made in the organizing or governing documents but not reported to the IRS?	**77**		No
	If "Yes," attach a conformed copy of the changes			
78a	Did the organization have unrelated business gross income of $1,000 or more during the year covered by this return?	**78a**		No
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	**78b**		
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	**79**		No
80a	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?	**80a**	Yes	
b	If "Yes," enter the name of the organization ▶ See Additional Data Table and check whether it is ☐ exempt **or** ☐ nonexempt			
81a	Enter direct or indirect political expenditures (See line 81 instructions) **81a**			
b	Did the organization file **Form 1120-POL** for this year?	**81b**		No

Part VI Other Information *(continued)*

			Yes	No
82a	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		No
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**			
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?	83a	Yes	
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	83b		
84a	Did the organization solicit any contributions or gifts that were not tax deductible?	84a		No
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	84b		
85	*501(c)(4), (5), or (6) organizations.* **a** Were substantially all dues nondeductible by members?	85a		
b	Did the organization make only in-house lobbying expenditures of $2,000 or less?	85b		
	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 the prior year			
c	Dues assessments, and similar amounts from members **85c**			
d	Section 162(e) lobbying and political expenditures **85d**			
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices **85e**			
f	Taxable amount of lobbying and political expenditures (line 85d less 85e) **85f**			
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	85g		
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		
86	*501(c)(7) orgs.* Enter **a** Initiation fees and capital contributions included on line 12 **86a**			
b	Gross receipts, included on line 12, for public use of club facilities **86b**			
87	*501(c)(12) orgs.* Enter **a** Gross income from members or shareholders **87a**			
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them) **87b**			
88a	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301 7701-2 and 301 7701-3? If "Yes," complete Part IX	88a	Yes	
b	At any time during the year, did the organization directly or indirectly own a controlled entity within the meaning of section 512(b)(13)? If yes complete Part XI	88b		No
89a	*501(c)(3) organizations* Enter Amount of tax imposed on the organization during the year under section 4911 ▶ 0 , section 4912 ▶ 0 , section 4955 ▶ 0			
b	*501(c)(3) and 501(c)(4) orgs.* 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	89b		No
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 ▶			
e	*All organizations.* At any time during the tax year was the organization a party to a prohibited tax shelter transaction?	89e		No
f	*All organizations.* Did the organization acquire direct or indirect interest in any applicable insurance contract?	89f		No
g	*For supporting organizations and sponsoring organizations maintaining donor advised funds.* Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?	89g		No

90a List the states with which a copy of this return is filed ▶ MI,IN

b Number of employees employed in the pay period that includes March 12, 2006 (See instructions) **90b** 58

91a The books are in care of ▶ KATHY JOHNSON Telephone no ▶ (734) 913-4250

Located at ▶ 1000 oakbrook drive SUITE 300 ANN ARBOR, MI ZIP + 4 ▶ 48104

			Yes	No
b	At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)?	91b		No
	If "Yes," enter the name of the foreign country ▶			
	See the instructions for exceptions and filing requirements for **Form TD F 90-22.1**, Report of Foreign Bank and Financial Accounts			

Part VI Other Information *(continued)*		Yes	No
c At any time during the calendar year, did the organization maintain an office outside of the United States?	91c		No
If "Yes," enter the name of the foreign country ▶			

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 |

Part VII Analysis of Income-Producing Activities *(See the instructions.)*

Note: *Enter gross amounts unless otherwise indicated.*	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
93 Program service revenue					
a network REVENUE					16,317,670
b MEETING FEES					693,105
c PROJECT REVENUE					132,733
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					8,410,290
95 Interest on savings and temporary cash investments			14	1,150,099	
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate					
a debt-financed property					
b non debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			01	-11,117	
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					140,000
103 Other revenue **a** MISCELLANEOUS					304,988
b Net assets released from restriction					5,000
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))				1,138,982	26,003,786

105 **Total** (add line 104, columns (B), (D), and (E)) . . . . ▶ 27,142,768

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

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

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

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

(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
NATIONAL RESEARCH & EDUCATION FIBER COMPANY LLC 1000 oakbrook drive SUITE 300 ANN ARBOR, MI48104 04-3750617	10000 00 %	provide HIGH FIBER COUNT FIBEROPTIC TELECOMMUNICATIONS CAPACITY to members	23,653	2,716,683
INCOMMON LLC 1000 oakbrook drive SUITE 300 ANN ARBOR, MI48104 20-2995509	10000 00 %	facilitate collaboration through sharing of protected resources	-44,139	23,388
	%			
	%			

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

(a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? . . . . ☐ **Yes** ☑ **No**

(b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? . . . . ☐ **Yes** ☑ **No**

NOTE: *If "Yes" to* ***(b)****, file Form 8870* ***and*** *Form 4720 (see instructions).*

Part XI **Information Regarding Transfers To and From Controlled Entities** *Complete only if the organization is a controlling organization as defined in section 512(b)(13)*

		Yes	No
106	Did the reporting organization **make** any transfers **to** a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity		

	(A) Name and address of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
	Totals			

		Yes	No
107	Did the reporting organization **receive** any transfers **from** a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity		

	(A) Name and address of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
	Totals			

		Yes	No
108	Did the organization have a binding written contract in effect on August 17, 2006 covering the interests, rents, royalties and annuities described in question 107 above?		

Please Sign Here

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

****** — 2007-08-30
Signature of officer — Date

BARBARA NANZIG Secretary
Type or print name and title

Paid Preparer's Use Only

Preparer's signature: Scott W Price CPA	Date	Check if self-empolyed ☐
Preparer's SSN or PTIN (See Gen Inst W)		
Firm's name (or yours if self-employed), address, and ZIP + 4: WRIGHT GRIFFIN DAVIS AND CO PLLC, 555 BRIARWOOD CIRCLE STE 300, ANN ARBOR, MI 48108	EIN	Phone no (734) 761-2005

SCHEDULE A (Form 990 or 990EZ)

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 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

2006

Name of the organization
UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

Employer identification number
52-2060187

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

(See page 2 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
GARY BACHULA 1000 oakbrook drive suite 300 ann arbor, MI 48104	vp extrel 40 00	219,994	25,627	0
R richard summerhill 1000 oakbrook drive suite 300 ann arbor, MI 48104	director 40 00	174,469	29,630	0
matthew zekauskas 1000 oakbrook drive suite 300 ann arbor, MI 48104	director 40 00	174,353	21,086	0
michael mcgill 1000 oakbrook drive suite 300 ann arbor, MI 48104	director 40 00	165,434	28,288	0
george brett 1000 oakbrook drive suite 300 ann arbor, MI 48104	manager 40 00	159,016	26,644	0
Total number of other employees paid over $50,000 ▶	41			

Part II-A 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
UNIVERSITY OF MICHIGAN 1015 LSA BUILDING ANN ARBOR, MI 481091382	PROFESSIONAL SERVICES	2,409,129
indiana university po box 66248 indianapolis, IN 462666248	PROFESSIONAL SERVICES	555,994
wilmer cutler pickering PO Box 7247-8760 Philadelphia, PA 191708760	PROFESSIONAL SERVICES	429,300
university of chicago 1307 East 60th Street chicago, IL 60637	PROFESSIONAL SERVICES	294,590
carnegie mellon university PO Box 371032M Pittsburgh, PA 152507032	PROFESSIONAL SERVICES	287,246
Total number of others receiving over $50,000 for professional services ▶ 24		

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

(List each contractor who performed services other than professional services, whether individuals or firms. If there are none, enter "None". See page 2 for instructions.)

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

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, include 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 ▶$ 1,380 (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B)	1	Yes	
	Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A Other organizations checking "Yes" must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities			
2	During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? *(If the answer to any question is "Yes," attach a detailed statement explaining the transactions.)*			
a	Sale, exchange, or leasing property?	2a		No
b	Lending of money or other extension of credit?	2b		No
c	Furnishing of goods, services, or facilities?	2c		No
d	Payment of compensation (or payment or reimbursement of expenses if more than $1,000)?	2d	Yes	
e	Transfer of any part of its income or assets?	2e		No
3a	Did the organization make grants for scholarships, fellowships, student loans, etc ? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments)	3a		No
b	Did the organization have a section 403(b) annuity plan for its employees?	3b	Yes	
c	Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment , historic land areas or structures? If "Yes" attach a detailed statement	3c		No
d	Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?	3d		No
4a	Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g If "No," complete lines 4f and 4g	4a		No
b	Did the organization make any taxable distributions under section 4966?	4b		
c	Did the organization make a distribution to a donor, donor advisor, or related person?	4c		
d	Enter the total number of donor advised funds owned at the end of the tax year	▶		
e	Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year	▶		
f	Enter the total number of separate funds or accounts owned at the end of the tax year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts	▶0		
g	Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year	▶0		

Part IV Reason for Non-Private Foundation Status (See pages 4 through 7 of the instructions.)

I certify that the organization is not a private foundation because it is (Please check only **ONE** applicable box)

5 ☐ A church, convention of churches, or association of churches Section 170(b)(1)(A)(i)

6 ☐ A school Section 170(b)(1)(A)(ii) (Also complete Part V)

7 ☐ A hospital or a cooperative hospital service organization Section 170(b)(1)(A)(iii)

8 ☐ A federal, state, or local government or governmental unit Section 170(b)(1)(A)(v)

9 ☐ A medical research organization operated in conjunction with a hospital Section 170(b)(1)(A)(iii) **Enter the hospital's name, city, and state** ▶

10 ☐ An organization operated for the benefit of a college or university owned or operated by a governmental unit Section 170(b)(1)(A)(iv) (Also complete the **Support Schedule** in Part IV-A)

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 331/3%** 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 331/3%** 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 otherwise meets the requirements of section 509(a)(3) Check the box that describes the type of supporting organization

☐ Type I ☐ Type II ☐ Type III - Functionally Integrated ☐ Type III - Other

Provide the following information about the supported organizations. (see page 7 of the instructions.)

(a) Name(s) of supported organization(s)	(b) Employer identification number	(c) Type of organization (described in lines 5 through 12 above or IRC section)	(d) Is the supported organization listed in the supporting organization's governing documents? Yes	No	(e) Amount of support?
Total				▶	

14 ☐ An organization organized and operated to test for public safety Section 509(a)(4) (See page 7 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) 2005	(b) 2004	(c) 2003	(d) 2002	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants See line 28)	3,589,880	1,749,441	1,135,578	3,886,684	10,361,583
16 Membership fees received	8,260,142	9,795,923	6,967,660	6,364,095	31,387,820
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	17,966,301	20,133,966	18,147,214	17,385,569	73,633,050
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	897,344	318,975	282,376	387,444	1,886,139
19 Net income from unrelated business activities not included in line 18					0
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					0
21 The value of services or facilities furnished to the organization by a governmental unit without charge Do not include the value of services or facilities generally furnished to the public without charge					0
22 Other income Attach a schedule Do not include gain or (loss) from sale of capital assets	123,872	13,099	211,941	27,256	376,168
23 Total of lines 15 through 22	30,837,539	32,011,404	26,744,769	28,051,048	117,644,760
24 Line 23 minus line 17	12,871,238	11,877,438	8,597,555	10,665,479	44,011,710
25 Enter 1% of line 23	308,375	320,114	267,448	280,510	

26 **Organizations described on lines 10 or 11: a** Enter 2% of amount in column (e), line 24 ▶ **26a** 880,234

b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 2002 through 2005 exceeded the amount shown in line 26a **Do not file this list with your return.** Enter the total of all these excess amounts ▶ **26b** 1,283,970

c Total support for section 509(a)(1) test Enter line 24, column (e) ▶ **26c** 44,011,710

d Add Amounts from column (e) for lines 18 1,886,139 19 0
22 ______ 26b 1,283,970 ▶ **26d** 3,546,277

e Public support (line 26c minus line 26d total) ▶ **26e** 40,465,433

f **Public support percentage (line 26e (numerator) divided by line 26c (denominator))** ▶ **26f** 9194 24 %

27 **Organizations described on line 12: a** For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person " **Do not file this list with your return.** Enter the sum of such amounts for each year

(2005) ______ (2004) ______ (2003) ______ (2002) ______

b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the **larger** of **(1)** the amount on line 25 for the year or **(2)** $5,000 (Include in the list organizations described in lines 5 through 11b, as well as individuals) **Do not file this list with your return.** After computing the difference between the amount received and the larger amount described in **(1)** or **(2)**, enter the sum of these differences (the excess amounts) for each year

(2005) ______ (2004) ______ (2003) ______ (2002) ______

c Add Amounts from column (e) for lines 15 ______ 16 ______
17 ______ 20 ______ 21 ______ ▶ **27c**

d Add Line 27a total ______ and line 27b total ______ ▶ **27d**

e Public support (line 27c total minus line 27d total) ▶ **27e**

f Total support for section 509(a)(2) test Enter amount from line 23, column (e) ▶ **27f**

g **Public support percentage (line 27e (numerator) divided by line 27f (denominator))** ▶ **27g**

h **Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))** ▶ **27h**

28 **Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 2002 through 2005, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant **Do not file this list with your return.** Do not include these grants in line 15

Part V **Private School Questionnaire** (See page 7 of the instructions.)
(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?	29		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?	30		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves?	31		
	If "Yes," please describe, if "No," please explain (If you need more space, attach a separate statement)			
32	Does the organization maintain the following			
a	Records indicating the racial composition of the student body, faculty, and administrative staff?	32a		
b	Records documenting that scholarships and other financial assistance are awarded on racially nondiscriminatory basis?	32b		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c		
d	Copies of all material used by the organization or on its behalf to solicit contributions?	32d		
	If you answered "No" to any of the above, please explain (If you need more space, attach a separate statement)			
33	Does the organization discriminate by race in any way with respect to			
a	Students' rights or privileges?	33a		
b	Admissions policies?	33b		
c	Employment of faculty or administrative staff?	33c		
d	Scholarships or other financial assistance?	33d		
e	Educational policies?	33e		
f	Use of facilities?	33f		
g	Athletic programs?	33g		
h	Other extracurricular activities?	33h		
	If you answered "Yes" to any of the above, please explain (If you need more space, attach a separate statement)			
34a	Does the organization receive any financial aid or assistance from a governmental agency?	34a		
b	Has the organization's right to such aid ever been revoked or suspended?	34b		
	If you answered "Yes" to either 34a or b, please explain using an attached statement			
35	Does the organization certify that it has complied with the applicable requirements of sections 4 01 through 4 05 of Rev Proc 75-50, 1975-2 C B 587, covering racial nondiscrimination? If "No," attach an explanation	35		

Part VI-A Lobbying Expenditures by Electing Public Charities (See page 10 of the instructions.)
(To be completed **ONLY** by an eligible organization that filed Form 5768)

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

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred)		(a) Affiliated group totals	(b) To be completed for all electing organizations
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—	41		
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		

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

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 13 of the instructions)

	Lobbying Expenditures During 4-Year Averaging Period				
Calendar year (or fiscal year beginning in) ▶	**(a)** 2006	**(b)** 2005	**(c)** 2004	**(d)** 2003	**(e)** Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					
47 Total lobbying expenditures					
48 Grassroots nontaxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 Grassroots lobbying expenditures					

Part VI-B Lobbying Activity by Nonelecting Public Charities
(For reporting only by organizations that did not complete Part VI-A) (See page 13 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		No	
b Paid staff or management (Include compensation in expenses reported on lines **c** through **h.**)		No	
c Media advertisements		No	0
d Mailings to members, legislators, or the public		No	0
e Publications, or published or broadcast statements		No	0
f Grants to other organizations for lobbying purposes	Yes		1,380
g Direct contact with legislators, their staffs, government officials, or a legislative body		No	0
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means		No	0
i Total lobbying expenditures (Add lines **c** through **h.**)			1,380

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 13 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?

		Yes	No
a Transfers from the reporting organization to a noncharitable exempt organization of			
(i) Cash	**51a(i)**		No
(ii) Other assets	**a(ii)**		No
b Other transactions			
(i) Sales or exchanges of assets with a noncharitable exempt organization	**b(i)**		No
(ii) Purchases of assets from a noncharitable exempt organization	**b(ii)**		No
(iii) Rental of facilities, equipment, or other assets	**b(iii)**		No
(iv) Reimbursement arrangements	**b(iv)**		No
(v) Loans or loan guarantees	**b(v)**		No
(vi) Performance of services or membership or fundraising solicitations	**b(vi)**		No
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	**c**		No

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

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements

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

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship

Additional Data

Software ID:
Software Version:
EIN: 52-2060187
Name: UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

Form 990, Part II, Line 43 - Other expenses not covered above (itemize):

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
a ADVERTISING	**43a**	40,291	17,353	22,938	
b BANK CHARGES	**43b**	40,169	22,729	17,440	
c DUES	**43c**	73,979	23,674	50,305	
d INSURANCE	**43d**	99,619	93,619	6,000	
e PAYROLL SERVICES	**43e**	9,890	2,191	7,699	
f SEMINARSTUITION	**43f**	47,592	9,798	37,794	
g TECH SUPPORT	**43g**	463,217	460,828	2,389	
h NETWORK OPERATIONS	**43h**	7,234,515	7,234,515		
i MISCELLANEOUS	**43i**	33,964	31,286	2,678	
j PRIZES	**43j**	3,236		3,236	
k ASSIGNED EMPLOYEE OVERHEAD	**43k**	365,507	322,046	43,461	
l CONTRACTED SERVICESnet of alloc exp & bad debt recovery	**43l**	1,690,728	637,516	1,053,212	
m RENT SUBSIDY	**43m**	429,005	429,005		
n CONTRIBUTIONS	**43n**	23,900	23,900		

Form 990, Part V-A - Current Officers, Directors, Trustees, and Key Employees:

(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 plans	(E) Expense account and other allowances
DOUGLAS VAN HOUWELING 1000 oakbrook drive suite 300 ANN ARBOR,MI 48104	PRESIDENTCEO 40 00	334,185	61,205	0
MOLLY CORBETT BROAD 1000 oakbrook drive suite 300 ANN ARBOR,MI 48104	CHAIR EMERITUS 0 50	0	0	0
DAVID LASSNER 1000 oakbrook drive suite 300 ANN ARBOR,MI 48104	TRUSTEE 0 50	0	0	0
RICHARD LIEBHABER 1000 oakbrook drive suite 300 ANN ARBOR,MI 48104	TRUSTEE 0 50	0	0	0
DAVID FROHNMAYER 1000 oakbrook drive suite 300 ANN ARBOR,MI 48104	TRUSTEE 0 50	0	0	0
DAVID WARD 1000 oakbrook drive suite 300 ANN ARBOR,MI 48104	CHAIR EMERITUS 0 50	0	0	0
LARRY FAULKNER 1000 oakbrook drive suite 300 ANN ARBOR,MI 48104	CHAIR 0 50	0	0	0
MARY SUE COLEMAN 1000 oakbrook drive suite 300 ANN ARBOR,MI 48104	TRUSTEE 0 50	0	0	0
LAWRENCE LANDWEBER 1000 oakbrook drive suite 300 ANN ARBOR,MI 48104	TRUSTEE 0 50	28,029	0	0
MICHAEL M CROW 1000 oakbrook drive suite 300 ANN ARBOR,MI 48104	TRUSTEE 0 50	0	0	0

Form 990, Part V-A - Current Officers, Directors, Trustees, and Key Employees:

(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 plans	(E) Expense account and other allowances
JEFFREY LEHMAN 1000 oakbrook drive suite 300 ANN ARBOR, MI 48104	TRUSTEE 0 50	0	0	0
DIANA NATALICIO 1000 oakbrook drive suite 300 ANN ARBOR, MI 48104	TRUSTEE 0 50	0	0	0
JOHN KENNEDY 1000 oakbrook drive suite 300 ANN ARBOR, MI 48104	TREASURER 40 00	260,884	46,078	0
BARBARA NANZIG 1000 oakbrook drive suite 300 ANN ARBOR, MI 48104	SECRETARY 40 00	114,373	25,149	0
DON M RANDEL 1000 oakbrook drive suite 300 ANN ARBOR, MI 48104	TRUSTEE 0 50	0	0	0
JOHN W MCCREDIE 1000 oakbrook drive suite 300 ANN ARBOR, MI 48104	TRUSTEE 0 50	0	0	0
steve hall 1000 oakbrook drive suite 300 ANN ARBOR, MI 48104	TRUSTEE 0 50	0	0	0

Form 990, Part VI, Line 80b - If "Yes", enter the name of the organization and whether it is exempt or nonexempt:

Name of the Organization	Exempt	Nonexempt
ORGANIZATION TO SUPPORT ADVANCED NETWORK DEVELOPMENT	X	
michigan information technology center foundation	X	

Form 990, Part VIII - Relationship of Activities to the Accomplishment of Exempt Purposes:

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
93A	network SERVICES SUPPORT THE OBJECTIVES AND WORK OF MEMBER UNIVERSITIES AS THEY DEVELOP ADVANCED INTERNET APPLICATIONS
93B	MEETINGS SUPPORT THE EXCHANGE OF NEW IDEAS AND STRATEGIES, AND PROVIDES PROSPECTIVES AND EXPERIENCES RELATED TO THE PLANNING, DESIGN, IMPLEMENTATION AND OPERATION OF ADVANCED COMPUTER NETWORKS AND RELATED APPLICATIONS FOR RESEARCH AND DEVELOPMENT
93C	PROJECT REVENUE FURTHERS THE USE OF TECHNOLOGIES RELATED TO ADVANCED NETWORKING APPLICATIONS FOR NON-PROFIT AND NON-COMMERCIAL PURPOSES
94	MEMBERSHIP DUES SUPPORT THE EXCHANGE OF NEW IDEAS AND STRATEGIES FOR THE DEVELOPMENT OF THE NEXT GENERATION INTERNET
102	SALES OF INDEFEASIBLE RIGHTS OF USE OF FIBER TO MEMBERS FURTHERS THE RESEARCH AND DEVELOPMENT MISSIONS OF THE MEMBERS BY PROVIDING THE USE OF EQUIPMENT NEEDED IN THE AFOREMENTIONED MISSIONS

efile GRAPHIC print - DO NOT PROCESS | As Filed Data - | DLN: 93490318014537

Form **4562**

Department of the Treasury Internal Revenue Service

Depreciation and Amortization

(Including Information on Listed Property)

▶ See separate instructions. ▶ Attach to your tax return.

OMB No 1545-0172

2006

Attachment Sequence No **67**

Name(s) shown on return	Business or activity to which this form relates	Identifying number
UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT	Form 990 Page 2	52-2060187

Part I **Election To Expense Certain Property Under Section 179**

Note: *If you have any listed property, complete Part V before you complete Part I.*

1 Maximum amount See the instructions for a higher limit for certain businesses	1	$ 108,000
2 Total cost of section 179 property placed in service (see instructions)	2	
3 Threshold cost of section 179 property before reduction in limitation	3	$ 430,000
4 Reduction in limitation Subtract line 3 from line 2 If zero or less, enter -0-	4	
5 Dollar limitation for tax year Subtract line 4 from line 1 If zero or less, enter -0- If married filing separately, see instructions	5	

	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
6			

7 Listed property Enter the amount from line 29	7			
8 Total elected cost of section 179 property Add amounts in column (c), lines 6 and 7			8	
9 Tentative deduction Enter the **smaller** of line 5 or line 8			9	
10 Carryover of disallowed deduction from line 13 of your 2005 Form 4562			10	
11 Business income limitation Enter the smaller of business income (not less than zero) or line 5 (see instructions)			11	
12 Section 179 expense deduction Add lines 9 and 10, but do not enter more than line 11			12	
13 Carryover of disallowed deduction to 2007 Add lines 9 and 10, less line 12 ▶	13			

Note: *Do not use Part II or Part III below for listed property. Instead, use Part V.*

Part II **Special Depreciation Allowance and Other Depreciation (Do not** include listed property **)** (See instructions)

14 Special allowance for qualified New York Liberty or Gulf Opportunity Zone property (other than listed property) placed in service during the tax year (see instructions)	14	
15 Property subject to section 168(f)(1) election	15	
16 Other depreciation (including ACRS)	16	2,271,377

Part III **MACRS Depreciation (Do not** include listed property.) (See instructions.)

Section A

17 MACRS deductions for assets placed in service in tax years beginning before 2006	17	
18 If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here ▶ ☐		

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only—see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property			27 5 yrs	MM	S/L	
			27 5 yrs	MM	S/L	
i Nonresidential real property			39 yrs	MM	S/L	
				MM	S/L	

Section C—Assets Placed in Service During 2006 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 40-year			40 yrs	MM	S/L	

Part IV **Summary** (see instructions)

21 Listed property Enter amount from line 28			21	
22 **Total.** Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21 Enter here and on the appropriate lines of your return Partnerships and S corporations—see instr			22	2,271,377
23 For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23			

Part V **Listed Property** (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement.)

Note: *For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete* ***only*** *24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.*

Section A—Depreciation and Other Information (Caution: *See the instructions for limits for passenger automobiles.* **)**

24a Do you have evidence to support the business/investment use claimed? Yes No **24b** If "Yes," is the evidence written? Yes No

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation/ deduction	(i) Elected section 179 cost
25 Special allowance for qualified New York Liberty or Gulf Opportunity Zone property placed in service during the tax year and used more than 50% in a qualified business use (see instructions)						25		
26 Property used more than 50% in a qualified business use								
		%						
		%						
		%						
27 Property used 50% or less in a qualified business use								
		%				S/L -		
		%				S/L -		
		%				S/L -		

28 Add amounts in column (h), lines 25 through 27 Enter here and on line 21, page 1 . **28**

29 Add amounts in column (i), line 26 Enter here and on line 7, page 1 . . . . **29**

Section B—Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person
If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles

	(a) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
30 Total business/investment miles driven during the year (**do not** include commuting miles) . .												
31 Total commuting miles driven during the year .												
32 Total other personal(noncommuting) miles driven												
33 Total miles driven during the year Add lines 30 through 32												
	Yes	**No**	**Yes**	**No**	**Yes**	**No**	**Yes**	**No**	**Yes**	**No**	**Yes**	**No**
34 Was the vehicle available for personal use during off-duty hours?												
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use? .												

Section C—Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who **are not** more than 5% owners or related persons (see instructions)

	Yes	**No**
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vechicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions)		
Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles		

Part VI **Amortization**

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2006 tax year (see instructions)					

43 Amortization of costs that began before your 2006 tax year **43**

44 Total. Add amounts in column (f) See the instructions for where to report . . **44**

TY 2006 Cash Grants Paid Schedule

Name: UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

EIN: 52-2060187

Class of Activity	Recipient's name	Address	Amount	Relationship
NSF Grant Subawards	EDUCAUSE		228,597	none

TY 2006 Depreciation and Depletion Schedule

Name: UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

EIN: 52-2060187

Note: To capture the full content of this document, please select landscape mode (11" x 8.5") when printing.

TY 2003 Gain/Loss from Sale of Nonpublic Securities Schedule

Name: UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

EIN: 52-2060187

Name	Date Acquired	How Acquired	Date Sold	Purchaser Name	Gross Sales Price	Basis	Sales Expenses	Total (net)
sale of securities	2006-06	PURCHASED	2006-06	multiple	2,942,561	2,956,296	0	-13,735

Note: To capture the full content of this document, please select landscape mode (11" x 8.5") when printing.

TY 2006 Gain/Loss from Sale of Other Assets Schedule

Name: UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

EIN: 52-2060187

Name	Date Acquired	How Acquired	Date Sold	Purchaser Name	Gross Sales Price	Basis	Sales Expenses	Total (net)	Accumulated Depreciation
equipment furniture	2006-06	PURCHASED	2006-06	multiple	5,941	110,106	601	2,618	107,384

TY 2006 Investments - Securities Schedule

Name: UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

EIN: 52-2060187

Description	Book Value	Cost/FMV
LETTER OF CREDIT	32,903	F
INVESTMENTS - securities and mutual funds	10,601,483	F
INVESTMENT - RABBI TRUST	44,130	F

TY 2006 Land etc. Schedule

Name: UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

EIN: 52-2060187

Category/Item	Cost/Other Basis	Accumulated Depreciation	Book Value
AV HARDWARE	421,098	268,140	152,958
COMPUTER EQUIPMENT	1,777,328	1,462,382	314,946
FURNITURE & FIXTURES	1,008,438	300,838	707,600
LEASEHOLD IMPROVEMENTS	1,110,297	148,156	962,141
NETWORK EQUIPMENT	26,506,201	14,177,641	12,328,560
OFFICE EQUIPMENT	166,464	141,942	24,522
SOFTWARE	368,278	343,732	24,546

TY 2006 Other Assets Schedule

Name: UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

EIN: 52-2060187

Description	Beginning of Year Amount	End of Year Amount
LONG-TERM PREPAID ASSETS	62,524	9,560,969
SECURITY DEPOSIT	38,117	17,575

TY 2006 Other Changes in Net Assets Schedule

Name: UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

EIN: 52-2060187

Description	Amount
NET UNREALIZED GAINS ON INVESTMENTS	106,765
net assets released from restriction	-5,000
Loss on settlement	-2,737,920
adjustment for OSAND de-consolidation	2,501

TY 2006 Other Expenses Included Schedule

Name: UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

EIN: 52-2060187

Description	Amount
adjustment for OSAND de-consolidation	429
net assets released from restriction	5,000

TY 2006 Other Liabilities Schedule

Name: UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

EIN: 52-2060187

Description	Beginning of Year Amount	End of Year Amount
ACCRUED EXPENSES	1,776,301	2,529,880
ACCRUED VACATION	221,505	211,827
ACCRUED COMPENSATION AND RELATED	152,280	151,387

efile GRAPHIC print - DO NOT PROCESS	As Filed Data -	DLN: 93490318014537

TY 2006 Other Revenues Included Schedule

Name: UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

EIN: 52-2060187

Description	Amount
Adjustment for OSAND de-consolidation	46
miscellaneous adjustment	1

TY 2006 Non Electing Public Charities Statement

Name: UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

EIN: 52-2060187

Statement: The representatives of a consulting firm communicated with public officials with respect to administrative legislative action affecting internet2 andits members.

TY 2006 Other Income Schedule

Name: UNIVERSITY CORPORATION FOR ADVANCED INTERNET DEVELOPMENT

EIN: 52-2060187

Description	2003	2002	2001	2000	Total
MISCELLANEOUS	123,872	13,099	211,941	27,256	376,168