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 06/01 **, 2006, and ending** 05/31/2007

B Check if applicable:
- [ ] Address change
- [ ] Name change
- [ ] Initial return
- [ ] Final return
- [X] Amended return
- [ ] Application pending

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

C Name of organization: MARYLAND INSTITUTE COLLEGE OF ART INC.

Number and street (or P.O. box if mail is not delivered to street address): 1300 MOUNT ROYAL AVENUE | Room/suite:

City or town, state or country, and ZIP + 4: BALTIMORE, MD 21217

D Employer identification number 52-0591661

E Telephone number (410)225-2352

F Accounting method: [ ] Cash [X] 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 [X] 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 [X] 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 Website: ▶ WWW.MICA.EDU

J Organization type (check only one) ▶ [X] 501(c) (03) ◀ (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 ▶ 186,787,676.

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	6,040,402.		
c	Indirect public support (not included on line 1a)	1c			
d	Government contributions (grants) (not included on line 1a)	1d	2,797,824.		
e	Total (add lines 1a through 1d) (cash $ 8,838,226. noncash $)			1e	8,838,226.
2	Program service revenue including government fees and contracts (from Part VII, line 93)			2	62,051,519.
3	Membership dues and assessments			3	
4	Interest on savings and temporary cash investments			4	542,111.
5	Dividends and interest from securities			5	2,262,628.
6 a	Gross rents	6a	173,467.		
b	Less: rental expenses	6b	NONE		
c	Net rental income or (loss). Subtract line 6b from line 6a			6c	173,467.
7	Other investment income (describe ▶)			7	

		(A) Securities		(B) Other
8 a	Gross amount from sales of assets other than inventory	112,742,286.	8a	
b	Less: cost or other basis and sales expenses	112,003,192.	8b	
c	Gain or (loss) (attach schedule)	739,094.	8c	

d	Net gain or (loss). Combine line 8c, columns (A) and (B)			8d	739,094.
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	
10 a	Gross sales of inventory, less returns and allowances	10a			
b	Less: cost of goods sold	10b			
c	Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a			10c	
11	Other revenue (from Part VII, line 103)			11	177,439.
12	**Total revenue.** Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11			12	74,784,484.

Expenses

13	Program services (from line 44, column (B))	13	40,162,648.
14	Management and general (from line 44, column (C))	14	23,081,560.
15	Fundraising (from line 44, column (D))	15	3,075,078.
16	Payments to affiliates (attach schedule)	16	
17	**Total expenses**. Add lines 16 and 44, column (A)	17	66,319,286.

Net Assets

18	Excess or (deficit) for the year. Subtract line 17 from line 12	18	8,465,198.
19	Net assets or fund balances at beginning of year (from line 73, column (A))	19	100,259,558.
20	Other changes in net assets or fund balances (attach explanation) STMT 5 STMT 6	20	6,626,747.
21	Net assets or fund balances at end of year. Combine lines 18, 19, and 20	21	115,351,503.

For Privacy Act and Paperwork Reduction Act Notice, see the separate instructions.

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 $ 15,225,924. noncash $ NONE) If this amount includes foreign grants, check here ▶ ☐	22b	15,225,924.	15,225,924.	STMT 7	
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	1,314,135.	301,538.	857,212.	155,385.
b Compensation of former officers, directors, key employees, etc. listed in Part V-B (attach schedule)	25b	105,019.	52,982.	46,366.	5,671.
c Compensation and other distributions, not included 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	22,671,887.	11,437,967.	10,009,639.	1,224,281.
27 Pension plan contributions not included on lines 25a, b, and c	27	906,515.	445,371.	412,192.	48,952.
28 Employee benefits not included on lines 25a - 27	28	2,119,260.	1,039,497.	965,323.	114,440.
29 Payroll taxes	29	1,805,762.	887,171.	821,080.	97,511.
30 Professional fundraising fees	30				
31 Accounting fees	31	119,573.		119,573.	
32 Legal fees	32	77,686.		77,686.	
33 Supplies	33	1,044,327.	714,842.	141,820.	187,665.
34 Telephone	34	334,444.	128,393.	203,309.	2,742.
35 Postage and shipping	35	620,905.	44,147.	505,913.	70,845.
36 Occupancy	36	4,000,464.	966,112.	2,469,086.	565,266.
37 Equipment rental and maintenance	37	1,334,705.	474,488.	844,601.	15,616.
38 Printing and publications	38	1,691,925.	1,195,683.	258,188.	238,054.
39 Travel	39	1,278,665.	1,034,952.	198,065.	45,648.
40 Conferences, conventions, and meetings	40	2,455,647.	2,310,027.	51,814.	93,806.
41 Interest	41	2,604,029.	2,248,318.	353,367.	2,344.
42 Depreciation, depletion, etc. (attach schedule)	42	3,308,864.		3,308,864.	
43 Other expenses not covered above (itemize):					
a STMT 8	43a	3,299,550.	1,655,236.	1,437,462.	206,852.
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	66,319,286.	40,162,648.	23,081,560.	3,075,078.

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? ▶ DEGREE GRANTING COLLEGE 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 ACCREDITED COLLEGE WITH PROGRAMS IN FINE ARTS, APPLIED ARTS, AND ART EDUCATION; APPROXIMATELY 1,550 FULL-TIME STUDENTS AND 800 PART-TIME CONTINUING STUDIES STUDENTS. GRANTS ARE DISBURSEMENTS FOR STUDENTS AT OTHER ART COLLEGES AND FOR FACULTY DEVELOPMENT GRANTS. (Grants and allocations $ 15,225,924.) If this amount includes foreign grants, check here ▶ ☐	40,162,648.
b (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	
c (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	
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) . . . . ▶	40,162,648.

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	
46 Savings and temporary cash investments			4,000,676.	46	7,632,951.
47a Accounts receivable	47a	3,036,342.			
b Less: allowance for doubtful accounts	47b	767,363.	2,750,725.	47c	2,268,979.
48a Pledges receivable	48a	6,070,573.			
b Less: allowance for doubtful accounts	48b	550,000.	5,773,626.	48c	5,520,573.
49 Grants receivable				49	
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(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)				50b	
51a Other notes and loans receivable (attach schedule)	51a				
b Less: allowance for doubtful accounts	51b			51c	
52 Inventories for sale or use			380,246.	52	328,448.
53 Prepaid expenses and deferred charges			2,472,894.	53	2,717,312.
54a Investments - publicly-traded securities STMT 9 ▶ ☐ Cost ☒ FMV			58,517,111.	54a	66,918,250.
b Investments - other securities (attach schedule) ▶ ☐ Cost ☐ FMV				54b	
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	119,705,903.			
b Less: accumulated depreciation (attach schedule)	57b	27,643,245.	75,900,698.	57c	92,062,658.
58 Other assets, including program-related investments (describe ▶ STMT 10)			37,048,316.	58	29,884,332.
59 **Total assets** (must equal line 74). Add lines 45 through 58			186,844,292.	59	207,333,503.
Liabilities					
60 Accounts payable and accrued expenses			5,107,224.	60	11,227,205.
61 Grants payable				61	
62 Deferred revenue			3,366,683.	62	3,035,553.
63 Loans from officers, directors, trustees, and key employees (attach schedule)				63	
64a Tax-exempt bond liabilities (attach schedule) STMT 11			75,632,032.	64a	75,119,432.
b Mortgages and other notes payable (attach schedule)				64b	
65 Other liabilities (describe ▶ STMT 12)			2,478,795.	65	2,599,810.
66 **Total liabilities.** Add lines 60 through 65			86,584,734.	66	91,982,000.
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			67,398,696.	67	79,982,787.
68 Temporarily restricted			8,895,727.	68	9,016,161.
69 Permanently restricted			23,965,135.	69	26,352,555.
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)			100,259,558.	73	115,351,503.
74 **Total liabilities and net assets/fund balances.** Add lines 66 and 73			186,844,292.	74	207,333,503.

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	66,185,307.
b	Amounts included on line **a** but not on Part I, line 12:				
1	Net unrealized gains on investments	b1	6,681,658.		
2	Donated services and use of facilities	b2			
3	Recoveries of prior year grants	b3			
4	Other (specify): SEE STATEMENT 13	b4	-54,911.		
	Add lines **b1** through **b4**			b	6,626,747.
c	Subtract line **b** from line **a**			c	59,558,560.
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): SEE STATEMENT 14	d2	15,225,924.		
	Add lines **d1** and **d2**			d	15,225,924.
e	**Total revenue** (Part I, line 12). Add lines **c** and **d** ▶			e	74,784,484.

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

a	Total expenses and losses per audited financial statements			a	51,093,362.
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			
4	Other (specify):	b4			
	Add lines **b1** through **b4**			b	
c	Subtract line **b** from line **a**			c	51,093,362.
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): SEE STATEMENT 15	d2	15,225,924.		
	Add lines **d1** and **d2**			d	15,225,924.
e	**Total expenses** (Part I, line 17). Add lines **c** and **d** ▶			e	66,319,286.

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 STATEMENT 16		1,314,135.	224,704.	NONE

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 ▶ 48			
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		X
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		X
	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	X	

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 & deferred compensation plans	(E) Expense account and other allowances
SEE STATEMENT 18	NONE	105,019.	12,898.	NONE

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		X
77	Were any changes made in the organizing or governing documents but not reported to the IRS?	77		X
	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	X	
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	78b	X	
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79		X
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		X
b	If "Yes," enter the name of the organization ▶ ______ and check whether it is ☐ exempt **or** ☐ nonexempt			
81a	Enter direct and indirect political expenditures. (See line 81 instructions.) 81a NONE			
b	Did the organization file **Form 1120-POL** for this year?	81b		X

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	X	
b	If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.) — 82b			
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?	83a	X	
b	Did the organization comply with the disclosure requirements relating to *quid pro quo* contributions?	83b	X	
84a	Did the organization solicit any contributions or gifts that were not tax deductible?	84a		X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	84b	N/A	
85	*501(c)(4), (5), or (6) organizations.* **a** Were substantially all dues nondeductible by members?	85a	N/A	
b	Did the organization make only in-house lobbying expenditures of $2,000 or less?	85b	N/A	
	If "Yes" was answered to either 85a or 85b, **do not** complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.			
c	Dues, assessments, and similar amounts from members — 85c: N/A			
d	Section 162(e) lobbying and political expenditures — 85d: N/A			
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices — 85e: N/A			
f	Taxable amount of lobbying and political expenditures (line 85d less 85e) — 85f: N/A			
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	85g	N/A	
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	85h	N/A	
86	*501(c)(7) orgs.* Enter: **a** Initiation fees and capital contributions included on line 12 — 86a: N/A			
b	Gross receipts, included on line 12, for public use of club facilities — 86b: N/A			
87	*501(c)(12) orgs.* Enter: **a** Gross income from members or shareholders — 87a: N/A			
b	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.) — 87b: N/A			
88b	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		X
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		X
89a	*501(c)(3) organizations.* Enter: Amount of tax imposed on the organization during the year under: section 4911 ▶ N/A; section 4912 ▶ N/A; section 4955 ▶ N/A			
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		X
c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ▶ N/A			
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization ▶ N/A			
e	*All organizations.* At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?	89e		X
f	*All organizations.* Did the organization acquire a direct or indirect interest in any applicable insurance contract?	89f		X
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		X
90a	List the states with which a copy of this return is filed ▶			
b	Number of employees employed in the pay period that includes March 12, 2006 (See instructions.)	90b	909	
91a	The books are in care of ▶ DOUGLAS MANN — Telephone no. ▶ (410)225-2352			
	Located at ▶ 1300 MOUNT ROYAL AVENUE BALTIMORE, MD — ZIP + 4 ▶ 21217			

			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		X
	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		X
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 N/A

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 TUITION & FEES					53,465,393.
b DORMITORIES					4,011,564.
c BOOKSTORE					1,643,650.
d AUXILIARY ENT.					2,922,509.
e COURSE MATERIALS					8,403.
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	542,111.	
96 Dividends and interest from securities			14	2,262,628.	
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property			16	173,467.	
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			18	739,094.	
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue: a					
b DEPOSIT FORFEITURE			01	3,000.	
c UNRELATED INCOME	812930	13,972.			
d DIGITAL PRINTING					129,177.
e MISCELLANEOUS			01	31,290.	
104 Subtotal (add columns (B), (D), and (E))		13,972.		3,751,590.	62,180,696.

105 **Total** (add line 104, columns (B), (D), and (E)) ▶ 65,946,258.

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).
	STMT 19

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
	%			
	%			
	%			
	%			

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.		X

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a				
b				
c				
	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.		X

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a				
b				
c				
	Totals			

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

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.

Signature of officer   Date

Type or print name and title

Paid Preparer's Use Only

Preparer's signature	Date	Check if self-employed ▶ ☐	Preparer's SSN or PTIN (See Gen. Inst. X) P00451522
Firm's name (or yours if self-employed), address, and ZIP + 4	KPMG LLP		EIN ▶ 13-5565207
	1660 INTERNATIONAL DRIVE		Phone no. ▶ 703-286-8000
	MCLEAN, VA 22102-4848		

SCHEDULE A
(Form 990 or 990-EZ)
Department of the Treasury
Internal Revenue Service

Organization Exempt Under Section 501(c)(3)

(Except Private Foundation) and Section 501(e), 501(f), 501(k), 501(n), or 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: MARYLAND INSTITUTE COLLEGE OF ART INC.
Employer identification number: 52-0591661

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
SEE STATEMENT 20				
Total number of other employees paid over $50,000 . . ▶	133			

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
SEE STATEMENT 21		
Total number of others receiving over $50,000 for professional services . . . . ▶ NONE		

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 of the instructions.)

(a) Name and address of each independent contractor paid more than $50,000	**(b)** Type of service	**(c)** Compensation
SEE STATEMENT 22		
Total number of other contractors receiving over $50,000 for other services . . . . ▶ 4		

For Paperwork Reduction Act Notice, see the Instructions for Form 990 and Form 990-EZ. **Schedule A (Form 990 or 990-EZ) 2006**

JSA
6E1210 2.000

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

			Yes	No
1	During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ▶ $ ______ (Must equal amounts on line 38, Part VI-A, or line **i** of Part VI-B.)	1		X
	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 of property?	2a		X
b	Lending of money or other extension of credit?	2b		X
c	Furnishing of goods, services, or facilities? STMT 23	2c	X	
d	Payment of compensation (or payment or reimbursement of expenses if more than $1,000)? FORM 990, PART V	2d	X	
e	Transfer of any part of its income or assets?	2e		X
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.) STMT 24	3a	X	
b	Did the organization have a section 403(b) annuity plan for its employees?	3b	X	
c	Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If "Yes," attach a detailed statement	3c		X
d	Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?	3d		X
4a	Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g	4a		X
b	Did the organization make any taxable distributions under section 4966?	4b		X
c	Did the organization make a distribution to a donor, donor advisor, or related person?	4c		X
d	Enter the total number or 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 rights to provide advice on the distribution or investment of amounts in such funds or accounts ▶	NONE		
g	Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year ▶	NONE		

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 [X] A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)

7 [ ] A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).

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

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

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

11a [ ] An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)

11b [ ] A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)

12 [ ] An organization that normally receives: **(1) more than 33 1/3%** of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions - subject to certain exceptions, and **(2) no more than 33 1/3%** of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the 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 (EIN)	**(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?		**(e)** Amount of support
			Yes	**No**	
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.* NOT APPLICABLE

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.)					
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose					
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					
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					
23 Total of lines 15 through 22					
24 Line 23 minus line 17					
25 Enter 1% of line 23					

26 Organizations described on lines 10 or 11: **a** Enter 2% of amount in column (e), line 24 NOT APPLICABLE ▶ **26a**

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**

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

d Add: Amounts from column (e) for lines: 18 ______ 19 ______ 22 ______ 26b ______ ▶ **26d**

e Public support (line 26c minus line 26d total) ▶ **26e**

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

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:

NOT APPLICABLE

(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 9 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	X	
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	X	
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	X	
	If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.) SEE STATEMENT 2			
32	Does the organization maintain the following:			
a	Records indicating the racial composition of the student body, faculty, and administrative staff?	32a	X	
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b	X	
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c	X	
d	Copies of all material used by the organization or on its behalf to solicit contributions?	32d	X	
	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		X
b	Admissions policies?	33b		X
c	Employment of faculty or administrative staff?	33c		X
d	Scholarships or other financial assistance?	33d		X
e	Educational policies?	33e		X
f	Use of facilities?	33f		X
g	Athletic programs?	33g		X
h	Other extracurricular activities?	33h		X
	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	X	
b	Has the organization's right to such aid ever been revoked or suspended?	34b		X
	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	X	

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) NOT APPLICABLE

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** NOT APPLICABLE
(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			
b Paid staff or management (Include compensation in expenses reported on lines **c** through **h**.)			
c Media advertisements			
d Mailings to members, legislators, or the public			
e Publications, or published or broadcast statements			
f Grants to other organizations for lobbying purposes			
g Direct contact with legislators, their staffs, government officials, or a legislative body			
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means			
i Total lobbying expenditures (Add lines **c** through **h**.)			

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)		X
(ii) Other assets	a(ii)		X
b Other transactions:			
(i) Sales or exchanges of assets with a noncharitable exempt organization	b(i)		X
(ii) Purchases of assets from a noncharitable exempt organization	b(ii)		X
(iii) Rental of facilities, equipment, or other assets	b(iii)		X
(iv) Reimbursement arrangements	b(iv)		X
(v) Loans or loan guarantees	b(v)		X
(vi) Performance of services or membership or fundraising solicitations	b(vi)		X
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	c		X

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
N/A			

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
N/A		

Schedule B
(Form 990, 990-EZ, or 990-PF)
Department of the Treasury
Internal Revenue Service

Schedule of Contributors

Supplementary Information for line 1 of Form 990, 990-EZ, and 990-PF (see instructions)

OMB No. 1545-0047

2006

Name of organization

MARYLAND INSTITUTE COLLEGE OF ART INC.

Employer identification number

52-0591661

Organization type (check one):

Filers of:	**Section:**
Form 990 or 990-EZ	[X] 501(c)(03) (enter number) organization
	[ ] 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
	[ ] 527 political organization
Form 990-PF	[ ] 501(c)(3) exempt private foundation
	[ ] 4947(a)(1) nonexempt charitable trust treated as a private foundation
	[ ] 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule.** (**Note:** *Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule - see instructions.)*

General Rule -

[ ] For organizations filing Form 990, 990-EZ, or 990-PF that received, during the year, $5,000 or more (in money or property) from any one contributor. (Complete Parts I and II.)

Special Rules -

[X] For a section 501(c)(3) organization filing Form 990, or Form 990-EZ, that met the 33 1/3% support test of the regulations under sections 509(a)(1)/170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of $5,000 or 2% of the amount on line 1 of these forms. (Complete Parts I and II.)

[ ] For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, aggregate contributions or bequests of more than $1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. (Complete Parts I, II, and III.)

[ ] For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, some contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not aggregate to more than $1,000. (If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the Parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of $5,000 or more during the year.) . . . . ► $ ____________

Caution: *Organizations that are not covered by the General Rule and/or the Special Rules do not file Schedule B (Form 990, 990-EZ, or 990-PF), but they* ***must*** *check the box in the heading of their Form 990, Form 990-EZ, or on line 2 of their Form 990-PF, to certify that they do not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).*

Name of organization MARYLAND INSTITUTE COLLEGE OF ART INC.

Employer identification number 52-0591661

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

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	US DEPARTMENT OF EDUCATION 400 MARYLAND AVENUE, SW WASHINGTON, DC 20202	547,822.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
2	GENEVIEVE MCMILLAN 311 CENTRAL STREET BOX 602 ROWLEY, MA 01969	1,000,000.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
3	BETTY COOKE 7901 RUXWOOD ROAD TOWSON, MD 21204	766,078.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
4	WILLIAM O STEINMETZ 7901 RUXWOOD ROAD TOWSON, MD 21204	765,078.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
5	CONCORDIA FOUNDATION TWO HOPKINS PLAZA PO BOX 2257 BALTIMORE, MD 21203	639,246.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
6	GEORGE L BUNTING 1810 A YORK ROAD TIMONIUM, MD 21093	525,710.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)

Name of organization: MARYLAND INSTITUTE COLLEGE OF ART INC.

Employer identification number: 52-0591661

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

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
7	THE STARR FOUNDATION 399 PARK AVENUE NEW YORK, NY 10022	203,329.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
8	WHITING-TURNER CONTRACTING 300 E. JOPPA ROAD TOWSON, MD 21286	300,000.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
9	JACQUES AND NATASHA GELMAN TRUST 260 MADISON AVENUE 18TH FLOOR NEW YORK, NY 10016	200,000.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
10	MARYLAND HIGHER EDUCATION COMMISSION 839 BESTGATE ROAD, SUITE 400 ANNAPOLIS, MD 21401	2,250,002.	Person X Payroll Noncash (Complete Part II if there is a noncash contribution.)
			Person Payroll Noncash (Complete Part II if there is a noncash contribution.)
			Person Payroll Noncash (Complete Part II if there is a noncash contribution.)

FORM 990 - GENERAL EXPLANATION ATTACHMENT

BOARD OF TRUSTEES WHO SERVED 1 HOUR PER WEEK WITH NO COMPENSATION
PART V-A CURRENT OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES

BOARD OF TRUSTEES:

STEPHEN BOESEL
GEORGE L. BUNTING, JR.
SUZI K. CORDISH
M. GWEN DAVIDSON
ROSALEE C. DAVIDSON
MATHIAS J. DEVITO
RONALD E. FIDLER
AARON FINK
NEAL M. FRIEDLANDER, M.D.
ANN M. GARFINKLE
ALICE FALVEY GREIF
FREDYE W. GROSS
RICHARD C. HACKNEY, JR.
DAVID HAYDEN
BARBARA L. HIMMELRICH
TONYA INGERSOL
WENDY JACHMAN
DAVID JACOBS
THOMAS JASEK
ROSS JONES
NEIL A. MEYERHOFF
JIM MILLER
CHARLES NEARBURG
ANNE S. PERKINS
ROGER POWELL
SHEILA K. RIGGS
NANCY SASSER
WILLIAM O. STEINMETZ
SALLIE FRAENKEL ZUCH

TRUSTEES EMERITI:
GEORGE H. DALSHEIMER
CHARLES L. COSTA
LEROY E. HOFFBERGER
ROBERT A. SHELTON

STATEMENT 1

FORM 990 - GENERAL EXPLANATION ATTACHMENT
==

NOTICE OF NON-DISCRIMINATION
SCHEDULE A, PART V, LINE 31

THE FOLLOWING STATEMENTS APPEAR IN THE COLLEGE'S CATALOG:

NOTICE OF NONDISCRIMINATION IN EDUCATION AND EMPLOYMENT

THE MARYLAND INSTITUTE, COLLEGE OF ART DOES NOT DISCRIMINATE AGAINST ANY INDIVIDUAL FOR REASONS OF RACE, COLOR, RELIGION, NATIONAL ORIGIN, AGE, SEX, OR HANDICAP IN ANY RELATIONSHIP WITH THE INSTITUTION OR IN ANY OF ITS PROGRAMS OR OFFERINGS, HIRING OF FACULTY AND STAFF, OR ANY TERMS AND CONDITIONS OF EMPLOYMENT. INQUIRIES CONCERNING THE APPLICATION OF THESE REGULATIONS MAY BE REFERRED TO THE AFFIRMATIVE ACTION OFFICER.

THE COLLEGE RESERVES THE RIGHT IN ITS DISCRETION TO MAKE FROM TIME TO TIME CHANGES AFFECTING POLICIES, FEES, CURRICULA, OR OTHER MATTERS ANNOUNCED IN THIS CATALOG.

THE STATEMENTS IN THIS CATALOG DO NOT CONSTITUTE A CONTRACT.

STATEMENT OF EQUAL OPPORTUNITY AND SERVICES TO THE DISABLED

IN COMPLIANCE WITH FEDERAL, STATE AND LOCAL LAWS AND REGULATIONS, THE MARYLAND INSTITUTE, COLLEGE OF ART DOES NOT DISCRIMINATE ON THE BASIS OF RACE, COLOR, NATIONAL ORIGIN, SEX, SEXUAL ORIENTATION, MARITAL STATUS, AGE, DISABILITY, AND APPLICABLE VETERAN STATUS, IN THE ADMINISTRATION OF ITS EDUCATIONAL PROGRAMS ACTIVITIES, OR WITH RESPECT TO EMPLOYMENT.

IT IS POLICY OF THE MARYLAND INSTITUTE TO PROVIDE THOSE AUXILIARY AIDS AND SERVICES THAT MAY BE NECESSARY TO INSURE THAT NO INDIVIDUAL WITH A DISABILITY IS EXCLUDED, DENIED SERVICES, SEGREGATED, OR OTHERWISE TREATED DIFFERENTLY THAN OTHER INDIVIDUALS. THESE SERVICES CAN BE ARRANGED THROUGH THE DEAN OF STUDENTS.

THESE POLICIES APPLY TO PRESENT AND PROSPECTIVE STUDENTS AND EMPLOYEES.

PRESENT OR PROSPECTIVE STUDENTS DESIRING FURTHER INFORMATION SHOULD CONTACT THE OFFICE OF THE DEAN OF THE PROGRAM IN WHICH THEY ARE INTERESTED:

UNDERGRADUATE: 410-225-2222
GRADUATE: 410-225-2255
CONTINUING STUDIES: 410-225-2219

STATEMENT 2

FORM 990 - GENERAL EXPLANATION ATTACHMENT (CONT'D)

PRESENT OR PROSPECTIVE EMPLOYEES SHOULD CONTACT THE DIRECTOR OF ADMINISTRATIVE SERVICES: 410-225-2406.

PRESENT OR PROSPECTIVE STUDENTS DESIRING FURTHER INFORMATION SHOULD CONTACT THE OFFICE OF THE DEAN OF THE PROGRAM IN WHICH THEY ARE INTERESTED:

UNDERGRADUATE: 410-225-2222
GRADUATE: 410-225-2255
CONTINUING STUDIES: 410-225-2219

PRESENT OR PROSPECTIVE EMPLOYEES SHOULD CONTACT THE DIRECTOR OF ADMINISTRATIVE SERVICES: 410-225-2406.

STATEMENT 3

FORM 990 - GENERAL EXPLANATION ATTACHMENT

FIXED ASSETS DETAIL
PART IV, LINE 57 - LAND, BUILDINGS, AND EQUIPMENT

	2007
BUILDINGS AND IMPROVEMENTS	$ 87,669,524
EQUIPMENT AND VEHICLES	12,207,624
LAND	2,837,723
LIBRARY BOOKS AND ART WORK	651,934
CONSTRUCTION IN PROGRESS	16,339,098
SUB-TOTAL	$119,705,903
ACCUMULATED DEPRECIATION	(27,643,245)
TOTAL FIXED ASSETS	$ 92,062,658

DEPRECIATION EXPENSE FOR THE YEAR ENDED 5/31/2007 WAS $3,308,864.

FORM 990, PART I - OTHER INCREASES IN FUND BALANCES

DESCRIPTION	AMOUNT
UNREALIZED GAIN ON INVESTMENTS	6,681,658.
TOTAL	6,681,658.

STATEMENT 5

FORM 990, PART I - OTHER DECREASES IN FUND BALANCES

DESCRIPTION	AMOUNT
CHANGE IN VALUE OF SPLIT INTEREST AGREEMENT	54,911.
TOTAL	54,911.

FORM 990, PART II - OTHER GRANTS AND ALLOCATIONS PAID DURING THE YEAR

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
GRANTS PAID			
SCHOLARSHIPS FOR VARIOUS STUDENTS 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	NONE	FINANCIAL ASSISTANCE	15,225,924.
		TOTAL CONTRIBUTIONS PAID	15,225,924.

FORM 990, PART II - OTHER EXPENSES

DESCRIPTION	TOTAL	PROGRAM SERVICES	MANAGEMENT AND GENERAL	FUNDRAISING
BAD DEBT	12,718.	12,718.		
INSURANCE	733,559.	271,197.	462,362.	
STUDENT SERVICES	172,771.	172,771.		
MISCELLANEOUS	295,516.		295,516.	
OTHER/AUXILIARY	796,774.	796,774.		
TUITION & FEES	342,439.	342,439.		
BANK SERVICE FEES	284,271.		284,271.	
PROFESSIONAL FEES	661,502.	59,337.	395,313.	206,852.
TOTALS	3,299,550.	1,655,236.	1,437,462.	206,852.

FORM 990, PART IV - INVESTMENTS - PUBLICLY TRADED SECURITIES

DESCRIPTION	ENDING BOOK VALUE	COST OR FMV
MONEY MARKET FUNDS	8,108,694.	FMV
U.S. GOV'T SECURITIES	12,534,208.	FMV
EQUITY SECURITIES	12,174,187.	FMV
BONDS AND OTHER FIXED INCOME	947,532.	FMV
EQUITY MUTUAL FUNDS	24,897,424.	FMV
PRIVATE EQUITY AND LIMITED		FMV
PARTNERSHIP INTERESTS	8,256,205.	FMV
TOTALS	66,918,250.	

FORM 990, PART IV - OTHER ASSETS

DESCRIPTION	ENDING BOOK VALUE
INTERESTS HELD BY OTHERS	3,632,315.
DEPOSITS	26,252,017.
TOTALS	29,884,332.

FORM 990, PART IV - TAX-EXEMPT BOND LIABILITIES

DESCRIPTION		ENDING BOOK VALUE
MHHEFA BONDS		75,119,432.
	TOTALS	75,119,432.

STATEMENT 11

FORM 990, PART IV - OTHER LIABILITIES

DESCRIPTION	ENDING BOOK VALUE
REFUNDABLE ADVANCES FROM GOV'T	2,107,421.
LIABILITY TRUST AGREEMENTS	492,389.
TOTALS	2,599,810.

STATEMENT 12

FORM 990, PART IV-A - OTHER REVENUE ON BOOKS BUT NOT ON RETURN

DESCRIPTION	AMOUNT
CHANGE IN VALUE OF SPLIT INTEREST AGREEMENTS	-54,911.
TOTAL	-54,911.

STATEMENT 13

FORM 990, PART IV-A - OTHER REVENUE ON RETURN BUT NOT ON BOOKS

DESCRIPTION	AMOUNT
FINANCIAL AID	15,225,924.
TOTAL	15,225,924.

STATEMENT 14

FORM 990, PART IV-B - OTHER EXPENSES ON RETURN BUT NOT ON BOOKS

DESCRIPTION	AMOUNT
FINANCIAL AID	15,225,924.
TOTAL	15,225,924.

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND TIME DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
FRED LAZARUS IV 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	PRESIDENT 40.00	310,000.	105,530.	NONE
RAYMOND V ALLEN 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	VP ACADEMIC AFFAIRS 40.00	196,539.	19,814.	NONE
J DAVIDSON PORTER 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	VP STUDENT AFFAIRS 40.00	105,000.	13,650.	NONE
THERESA LYNCH BEDOYA 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	VP ADMIN AND FINANCIAL AID 40.00	133,269.	15,494.	NONE
MICHAEL MOLLA 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	VP OPERATIONS 40.00	127,692.	15,509.	NONE
DOUGLAS R MANN 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	VP FINANCE 40.00	158,096.	17,407.	NONE
THOMAS G HYATT 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	VP TECHNOLOGY SYSTEMS 40.00	128,154.	18,268.	NONE
MICHAEL FRANCO 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	VP DEVELOPMENT 40.00	155,385.	19,032.	NONE

FORM 990, PART V-A - CURRENT OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND TIME DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
	GRAND TOTALS	1,314,135.	224,704.	NONE

FORM 990, PART V-B - FORMER OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	LOANS AND ADVANCES	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
DOUGLAS L FROST 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	NONE	105,019.	12,898.	NONE
GRAND TOTALS	NONE	105,019.	12,898.	NONE

FORM 990, PART VIII - ACCOMPLISHMENT OF EXEMPT PURPOSES

LINE NO.	EXPLANATION OF HOW EACH ACTIVITY FOR WHICH INCOME IS REPORTED IN COLUMN (E) OF PART VII CONTRIBUTED IMPORTANTLY TO THE ACCOMPLISHMENT OF EXEMPT PURPOSES
93A	TUITION AND FEES ARE COLLECTED TO PROVIDE A COLLEGE EDUCATION. CHARGES ARE REASONABLE AND CUSTOMARY FOR A PRIVATE COLLEGE.
93B	HOUSING IS MADE AVAILABLE TO STUDENTS FOR THEIR CONVENIENCE AND TO MAKE ATTENDANCE POSSIBLE FOR THOSE WHO LIVE OUT OF THE AREA.
93C	A BOOK AND ART SUPPLY STORE IS OPERATED AS A CONVENIENCE TO STUDENTS AND TO MAKE SPECIALTY SUPPLIES AVAILABLE TO STUDENTS AT A DISCOUNT.
93D	THE UNIVERSITY MADE AVAILABLE PARKING, DINING, MEETING, AND OTHER FACILITIES FOR ITS STUDENTS, STAFF AND FACULTY.
93E	ARTISTIC MEDIA AND RELATED MATERIALS FOR COURSE INSTRUCTION.
103D	PRINTING SERVICES WERE PROVIDED FOR THE USE OF STAFF, FACULTY AND STUDENTS, EXCLUSIVELY.

SCHEDULE A, PART I - COMPENSATION OF THE FIVE HIGHEST PAID EMPLOYEES

NAME AND ADDRESS	TITLE AND TIME DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCOUNT
JAN PIERCE STINCHCOMB 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	ASSOC DEAN AA 40.00	126,264.	17,024.	NONE
VICTORIA BOONE 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	ASSOC VP 40.00	112,974.	15,422.	NONE
PETER CHOMOWICZ 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	INSTRUCTOR 40.00	103,933.	16,137.	NONE
MARY ANN LAMBROS 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	ASSOCIATE VP 40.00	99,247.	12,648.	NONE
TIMOTHY APP 1300 MOUNT ROYAL AVENUE BALTIMORE, MD 21217	INSTRUCTOR 40.00	94,277.	11,538.	NONE
	TOTAL COMPENSATION	536,695.	72,769.	NONE

SCH. A, PART II-A COMPENSATION OF THE 5 HIGHEST PAID FOR PROF. SERV.

KPMG LLP PO BOX 12001 DALLAS, TX 75312	ACCOUNTING	85,000.
DLA PIPER US LLP 6225 SMITH AVENUE BALTIMORE, MD 21209	LEGAL	57,924.
TOTAL COMPENSATION		142,924.

STATEMENT 21

SCH. A, PART II-B COMPENSATION OF THE 5 HIGHEST PAID FOR OTHER SERV.

CAREFIRST PO BOX 79051 BALTIMORE, MD 21279	INSURANCE PROVIDER	1,720,972.
THE WHITING TURNER CONTRACTING COMPANY PO BOX 17596 BALTIMORE, MD 21297	CONSTRUCTION	7,519,238.
PARKHURST DINING SERVICES PO BOX 644091 PITTSBURGH, PA 15264	FOOD SERVICES	1,134,574.
BGE PO BOX 13070 PHILADELPHIA, PA 19101	UTILITY PROVIDER	1,098,354.
WILHELM COMMERCIAL BUILDERS INC 10979B GUILFORD ROAD ANNAPOLIS JUNCTION, MD 20701	CONSTRUCTION	1,202,940.
TOTAL COMPENSATION		12,676,078.

SCHEDULE A, PART III - EXPLANATION FOR LINE 2C

DURING THE YEAR, THE WHITING-TURNER CONTRACTING COMPANY PROVIDED CONSTRUCTION SERVICES TO THE ORGANIZATION IN THE AMOUNT OF $7,519,238. WHITING-TURNER WAS A SUBSTANTIAL CONTRIBUTOR DURING THE YEAR.

SCHEDULE A, PART III - EXPLANATION FOR LINE 3A

SCHOLARSHIPS AND LOANS ARE PROVIDED TO STUDENTS ON THE BASIS OF NEED OR MERIT. FOR NEED BASED ASSISTANCE, GUIDELINES ARE ESTABLISHED BY THE COLLEGE'S OFFICE OF FINANCIAL AID THAT REQUIRE THE APPLICANT TO DOCUMENT HIS OR HER FINANCIAL CONDITION. FOR MERIT-BASED SCHOLARSHIPS AND AWARDS, STUDENTS ARE JUDGED BY THE APPROPRIATE OFFICE WITH THE ACADEMIC AFFAIRS DIVISION OF THE COLLEGE. AWARDS, SCHOLARSHIPS AND LOANS MUST BE USED BY THE STUDENT TO PAY FOR THE COST OF HIS/HER EDUCATION AT THE COLLEGE.