

Return of Private Foundation
 or Section 4947(a)(1) Nonexempt Charitable Trust
 Treated as a Private Foundation

2006

Department of the Treasury
 Internal Revenue Service

Note: The foundation may be able to use a copy of this return to satisfy state reporting requirements.

For calendar year 2006, or tax year beginning **OCT 1, 2006**, and ending **SEP 30, 2007**

G Check all that apply: Initial return Final return Amended return Address change Name change

Use the IRS label. Otherwise, print or type. See Specific Instructions.	Name of foundation FIRELIGHT FOUNDATION Number and street (or P.O. box number if mail is not delivered to street address) Room/suite 740 FRONT STREET 380 City or town, state, and ZIP code SANTA CRUZ, CA 95060	A Employer identification number 77-0529657 B Telephone number 831-429-8750
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H Check type of organization: Section 501(c)(3) exempt private foundation
 Section 4947(a)(1) nonexempt charitable trust Other taxable private foundation

I Fair market value of all assets at end of year (from Part II, col. (c), line 16) **\$ 13,898,593.** (Part I, column (d) must be on cash basis.)
J Accounting method: Cash Accrual
 Other (specify) _____

E If private foundation status was terminated under section 507(b)(1)(A), check here
F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here

	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Part I Analysis of Revenue and Expenses <small>(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))</small>				
1 Contributions, gifts, grants, etc., received	2,604,432.		N/A	
2 Check <input type="checkbox"/> if the foundation is not required to attach Sch B				
3 Interest on savings and temporary cash investments	191,024.	191,024.		STATEMENT 1
4 Dividends and interest from securities	122,223.	122,223.		STATEMENT 2
5a Gross rents				
b Net rental income or (loss)				
6a Net gain or (loss) from sale of assets not on line 10	838,766.			
b Gross sales price for all assets on line 6a	3,366,312.			
7 Capital gain net income (from Part IV, line 2)		838,766.		
8 Net short-term capital gain				
9 Income modifications				
10a Gross sales less returns and allowances				
b Less: Cost of goods sold				
c Gross profit or (loss)				
11 Other income				
12 Total. Add lines 1 through 11	3,756,445.	1,152,013.		
13 Compensation of officers, directors, trustees, etc.	95,006.	0.		95,006.
14 Other employee salaries and wages	611,324.	0.		611,324.
15 Pension plans, employee benefits	201,309.	0.		201,174.
16a Legal fees STMT 3	4,586.	0.		4,586.
b Accounting fees STMT 4	16,822.	4,206.		12,616.
c Other professional fees STMT 5	70,911.	0.		18,186.
17 Interest	28.	0.		28.
18 Taxes STMT 6	16,533.	0.		0.
19 Depreciation and depletion	37,412.	0.		
20 Occupancy	98,150.	0.		98,150.
21 Travel, conferences, and meetings	127,697.	0.		127,697.
22 Printing and publications	54,672.	0.		54,971.
23 Other expenses STMT 7	387,674.	33,545.		354,480.
24 Total operating and administrative expenses. Add lines 13 through 23	1,722,124.	37,751.		1,578,218.
25 Contributions, gifts, grants paid	2,180,500.			2,124,506.
26 Total expenses and disbursements. Add lines 24 and 25	3,902,624.	37,751.		3,702,724.
27 Subtract line 26 from line 12				
a Excess of revenue over expenses and disbursements	<146,179.>			
b Net investment income (if negative enter -0-)		1,114,262.		
c Adjusted net income (if negative enter -0-)			N/A	

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

Form **990-PF** (2006)

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only.		
		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing	182.	138.	138.
	2 Savings and temporary cash investments	2,356,504.	2,316,492.	2,316,492.
	3 Accounts receivable ▶ 1,976.			
	Less: allowance for doubtful accounts ▶	1,169.	1,976.	1,976.
	4 Pledges receivable ▶ 33,667.			
	Less: allowance for doubtful accounts ▶	67,000.	33,667.	33,667.
	5 Grants receivable	670,640.	675,000.	675,000.
	6 Receivables due from officers, directors, trustees, and other disqualified persons			
	7 Other notes and loans receivable			
	Less: allowance for doubtful accounts ▶			
	8 Inventories for sale or use	26,017.	14,008.	14,008.
	9 Prepaid expenses and deferred charges			
	10a Investments - U.S. and state government obligations			
	b Investments - corporate stock STMT 8	7,797,832.	7,552,109.	7,552,109.
	c Investments - corporate bonds STMT 9	2,108,630.	2,628,081.	2,628,081.
11 Investments - land, buildings, and equipment basis				
Less: accumulated depreciation				
12 Investments - mortgage loans				
13 Investments - other STMT 11	295,736.	536,313.	536,313.	
14 Land, buildings, and equipment: basis ▶ 259,217.				
Less: accumulated depreciation ▶ 124,408.	151,510.	134,809.	134,809.	
15 Other assets (describe ▶ LEASE DEPOSIT)	6,000.	6,000.	6,000.	
16 Total assets (to be completed by all filers)	13,481,220.	13,898,593.	13,898,593.	
Liabilities	17 Accounts payable and accrued expenses	82,259.	143,899.	
	18 Grants payable	1,172,100.	1,228,094.	
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable			
22 Other liabilities (describe ▶ STATEMENT 10)	13,454.	17,368.		
23 Total liabilities (add lines 17 through 22)	1,267,813.	1,389,361.		
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ <input checked="" type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted	11,465,634.	11,978,596.	
	25 Temporarily restricted	747,773.	530,636.	
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ <input type="checkbox"/> and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds			
	28 Paid-in or capital surplus, or land, bldg., and equipment fund			
29 Retained earnings, accumulated income, endowment, or other funds				
30 Total net assets or fund balances	12,213,407.	12,509,232.		
31 Total liabilities and net assets/fund balances	13,481,220.	13,898,593.		

Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	12,213,407.
2 Enter amount from Part I, line 27a	2	<146,179.>
3 Other increases not included in line 2 (itemize) ▶ UNREALIZED GAIN ON INVESTMENTS	3	442,004.
4 Add lines 1, 2, and 3	4	12,509,232.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	12,509,232.

FORM 990-PF

PART VIII - LIST OF OFFICERS, DIRECTORS
TRUSTEES AND FOUNDATION MANAGERS

STATEMENT 12

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN- SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
JENNIFER ASTONE 740 FRONT STREET, SUITE 380 SANTA CRUZ, CA 95060	EXEC. DIRECTOR 40.00	91,198.	2,070.	0.
JOANNE CSETE 740 FRONT STREET, SUITE 380 SANTA CRUZ, CA 95060	DIRECTOR OF PROGRAMS 40.00	3,808.	0.	0.
DAVID KATZ 740 FRONT STREET, SUITE 380 SANTA CRUZ, CA 95060	TRUSTEE 5.00	0.	0.	0.
KERRY OLSON 740 FRONT STREET, SUITE 380 SANTA CRUZ, CA 95060	TRUSTEE 15.00	0.	0.	0.
DEBRA EVANS 740 FRONT STREET, SUITE 380 SANTA CRUZ, CA 95060	DIRECTOR 1.00	0.	0.	0.
NANCY SHALLOW 740 FRONT STREET, SUITE 380 SANTA CRUZ, CA 95060	DIRECTOR 1.00	0.	0.	0.
JIM HAYES 740 FRONT STREET, SUITE 380 SANTA CRUZ, CA 95060	DIRECTOR 1.00	0.	0.	0.
TOTALS INCLUDED ON 990-PF, PAGE 6, PART VIII		95,006.	2,070.	0.