

Form **990**

**Return of Organization Exempt From Income Tax**  
Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except private foundations)

OMB No. 1545-0047

**2014**

Open to Public Inspection

Department of the Treasury  
Internal Revenue Service

Do not enter social security numbers on this form as it may be made public.  
Information about Form 990 and its instructions is at [www.irs.gov/form990](http://www.irs.gov/form990).

**A For the 2014 calendar year, or tax year beginning and ending**

<b>B</b> Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Final return/terminated <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	<b>C</b> Name of organization PACIFIC LEGAL FOUNDATION		<b>D</b> Employer identification number 94-2197343
	Doing business as		<b>E</b> Telephone number 916-419-7111
	Number and street (or P.O. box if mail is not delivered to street address) Room/suite 930 G STREET	<b>G</b> Gross receipts \$ 16,020,650.	
	City or town, state or province, country, and ZIP or foreign postal code SACRAMENTO, CA 95814		<b>H(a)</b> Is this a group return for subordinates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <b>H(b)</b> Are all subordinates included? <input type="checkbox"/> Yes <input type="checkbox"/> No If "No," attach a list. (see instructions) <b>H(c)</b> Group exemption number
<b>F</b> Name and address of principal officer: ROBIN L. RIVETT 930 G STREET, SACRAMENTO, CA 95814			
<b>I</b> Tax-exempt status: <input checked="" type="checkbox"/> 501(c)(3) <input type="checkbox"/> 501(c) ( ) (insert no.) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527			
<b>J</b> Website: PACIFICLEGAL.ORG			
<b>K</b> Form of organization: <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Trust <input type="checkbox"/> Association <input type="checkbox"/> Other			<b>L</b> Year of formation: 1973
			<b>M</b> State of legal domicile: CA

**Part I Summary**

<b>Activities &amp; Governance</b>	<b>1</b> Briefly describe the organization's mission or most significant activities: PUBLIC INTEREST LAW-PROVIDES LEGAL REPRESENTATION FOR CITIZENS ON MATTERS OF PUBLIC INTEREST AT
	<b>2</b> Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets.
	<b>3</b> Number of voting members of the governing body (Part VI, line 1a) <span style="float:right">3 22</span>
	<b>4</b> Number of independent voting members of the governing body (Part VI, line 1b) <span style="float:right">4 22</span>
	<b>5</b> Total number of individuals employed in calendar year 2014 (Part V, line 2a) <span style="float:right">5 67</span>
	<b>6</b> Total number of volunteers (estimate if necessary) <span style="float:right">6 0</span>
	<b>7a</b> Total unrelated business revenue from Part VIII, column (C), line 12 <span style="float:right">7a 0.</span> <b>7b</b> Net unrelated business taxable income from Form 990-T, line 34 <span style="float:right">7b 0.</span>
<b>Revenue</b>	<b>8</b> Contributions and grants (Part VIII, line 1h) <span style="float:right">9,012,249. 12,965,856.</span>
	<b>9</b> Program service revenue (Part VIII, line 2g) <span style="float:right">510,905. 194,174.</span>
	<b>10</b> Investment income (Part VIII, column (A), lines 3, 4, and 7d) <span style="float:right">1,140,253. 2,831,012.</span>
	<b>11</b> Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e) <span style="float:right">-66,048. -49,380.</span>
	<b>12</b> Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12) <span style="float:right">10,597,359. 15,941,662.</span>
<b>Expenses</b>	<b>13</b> Grants and similar amounts paid (Part IX, column (A), lines 1-3) <span style="float:right">0. 0.</span>
	<b>14</b> Benefits paid to or for members (Part IX, column (A), line 4) <span style="float:right">0. 0.</span>
	<b>15</b> Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10) <span style="float:right">5,718,028. 6,018,774.</span>
	<b>16a</b> Professional fundraising fees (Part IX, column (A), line 11e) <span style="float:right">130,543. 131,684.</span> <b>b</b> Total fundraising expenses (Part IX, column (D), line 25) <span style="float:right">1,842,686.</span>
	<b>17</b> Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e) <span style="float:right">2,377,860. 2,149,140.</span>
	<b>18</b> Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25) <span style="float:right">8,226,431. 8,299,598.</span>
	<b>19</b> Revenue less expenses. Subtract line 18 from line 12 <span style="float:right">2,370,928. 7,642,064.</span>
<b>Net Assets or Fund Balances</b>	<b>20</b> Total assets (Part X, line 16) <span style="float:right">40,213,807. 46,820,505.</span>
	<b>21</b> Total liabilities (Part X, line 26) <span style="float:right">1,999,010. 2,255,210.</span>
	<b>22</b> Net assets or fund balances. Subtract line 21 from line 20 <span style="float:right">38,214,797. 44,565,295.</span>

**Part II Signature Block**

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.

<b>Sign Here</b>	Signature of officer		Date		
	ROBIN L. RIVETT, PRESIDENT & CEO Type or print name and title				
<b>Paid Preparer Use Only</b>	Print/Type preparer's name LINDA L. HOUSE, CPA	Preparer's signature	Date	Check if self-employed <input type="checkbox"/>	PTIN P00003225
	Firm's name <b>CAMPBELL TAYLOR &amp; COMPANY</b>			Firm's EIN <b>68-0251243</b>	
	Firm's address <b>3741 DOUGLAS BLVD, SUITE 350 ROSEVILLE, CA 95661</b>			Phone no. (916) 929-3680	

May the IRS discuss this return with the preparer shown above? (see instructions)  Yes  No

Part III Statement of Program Service Accomplishments

Check if Schedule O contains a response or note to any line in this Part III [X]

1 Briefly describe the organization's mission:
PLF'S MISSION (ESTABLISHED IN 1973) THROUGH ITS STRATEGIC LITIGATION, PUBLIC EDUCATION AND TRAINING, IS TO BE AMERICA'S PREEMINENT DEFENDER OF FREEDOM IN COURTS THROUGHOUT THE NATION. PLF HAS A LONG TRADITION OF CONVERTING THE PHILANTHROPY OF EVERY DAY AMERICANS INTO LEGAL

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? [ ] Yes [X] No
If "Yes," describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? [ ] Yes [X] No
If "Yes," describe these changes on Schedule O.

4 Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code: ) (Expenses \$ 5,421,771. including grants of \$ ) (Revenue \$ 197,691.)
TO PROTECT THE CONSTITUTIONAL RIGHTS OF ALL AMERICANS THROUGH LITIGATION; EDUCATE THE PUBLIC ABOUT THE ISSUES VITAL TO OUR FREEDOM THROUGH MEDIA RELATIONS, SOCIAL OUTREACH AND EVENTS; AND TO TRAIN LAWYERS AND STUDENTS HOW TO DEFEND OUR LIBERTIES IN COURT.

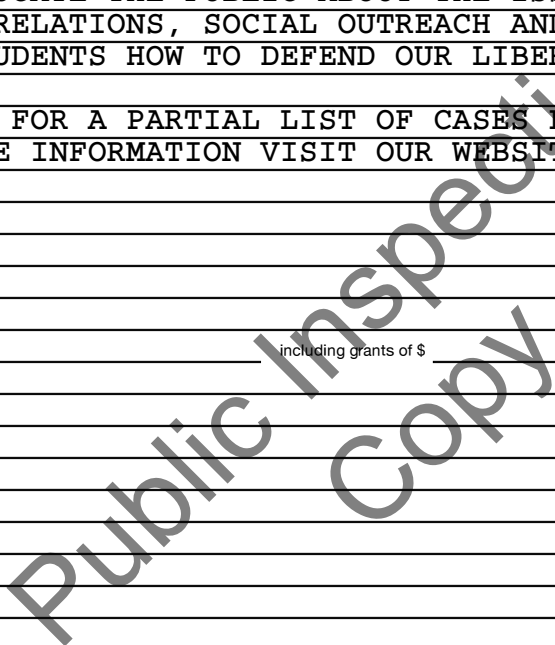
SEE SCHEDULE O FOR A PARTIAL LIST OF CASES LITIGATED DURING 2014. FOR ADDITIONAL CASE INFORMATION VISIT OUR WEBSITE, WWW.PACIFICLEGAL.ORG.

4b (Code: ) (Expenses \$ including grants of \$ ) (Revenue \$ )

4c (Code: ) (Expenses \$ including grants of \$ ) (Revenue \$ )

4d Other program services (Describe in Schedule O.)
(Expenses \$ including grants of \$ ) (Revenue \$ )

4e Total program service expenses 5,421,771.



**Part IV Checklist of Required Schedules**

	Yes	No
<b>1</b> Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? <i>If "Yes," complete Schedule A</i> .....	X	
<b>2</b> Is the organization required to complete <i>Schedule B, Schedule of Contributors?</i> .....	X	
<b>3</b> Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? <i>If "Yes," complete Schedule C, Part I</i> .....		X
<b>4 Section 501(c)(3) organizations.</b> Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? <i>If "Yes," complete Schedule C, Part II</i> .....		X
<b>5</b> Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? <i>If "Yes," complete Schedule C, Part III</i> .....		X
<b>6</b> Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? <i>If "Yes," complete Schedule D, Part I</i> .....		X
<b>7</b> Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? <i>If "Yes," complete Schedule D, Part II</i> .....		X
<b>8</b> Did the organization maintain collections of works of art, historical treasures, or other similar assets? <i>If "Yes," complete Schedule D, Part III</i> .....		X
<b>9</b> Did the organization report an amount in Part X, line 21, for escrow or custodial account liability; serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? <i>If "Yes," complete Schedule D, Part IV</i> .....		X
<b>10</b> Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? <i>If "Yes," complete Schedule D, Part V</i> .....	X	
<b>11</b> If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable.		
<b>a</b> Did the organization report an amount for land, buildings, and equipment in Part X, line 10? <i>If "Yes," complete Schedule D, Part VI</i> .....	X	
<b>b</b> Did the organization report an amount for investments - other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VII</i> .....	X	
<b>c</b> Did the organization report an amount for investments - program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VIII</i> .....		X
<b>d</b> Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part IX</i> .....	X	
<b>e</b> Did the organization report an amount for other liabilities in Part X, line 25? <i>If "Yes," complete Schedule D, Part X</i> .....	X	
<b>f</b> Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? <i>If "Yes," complete Schedule D, Part X</i> .....	X	
<b>12a</b> Did the organization obtain separate, independent audited financial statements for the tax year? <i>If "Yes," complete Schedule D, Parts XI and XII</i> .....	X	
<b>b</b> Was the organization included in consolidated, independent audited financial statements for the tax year? <i>If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI and XII is optional</i> .....		X
<b>13</b> Is the organization a school described in section 170(b)(1)(A)(ii)? <i>If "Yes," complete Schedule E</i> .....		X
<b>14a</b> Did the organization maintain an office, employees, or agents outside of the United States? .....		X
<b>b</b> Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? <i>If "Yes," complete Schedule F, Parts I and IV</i> .....		X
<b>15</b> Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or other assistance to or for any foreign organization? <i>If "Yes," complete Schedule F, Parts II and IV</i> .....		X
<b>16</b> Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or other assistance to or for foreign individuals? <i>If "Yes," complete Schedule F, Parts III and IV</i> .....		X
<b>17</b> Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? <i>If "Yes," complete Schedule G, Part I</i> .....	X	
<b>18</b> Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? <i>If "Yes," complete Schedule G, Part II</i> .....	X	
<b>19</b> Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? <i>If "Yes," complete Schedule G, Part III</i> .....		X
<b>20a</b> Did the organization operate one or more hospital facilities? <i>If "Yes," complete Schedule H</i> .....		X
<b>b</b> If "Yes" to line 20a, did the organization attach a copy of its audited financial statements to this return? .....		

**Part IV Checklist of Required Schedules** (continued)

	Yes	No
<b>21</b> Did the organization report more than \$5,000 of grants or other assistance to any domestic organization or domestic government on Part IX, column (A), line 1? <i>If "Yes," complete Schedule I, Parts I and II</i> .....		X
<b>22</b> Did the organization report more than \$5,000 of grants or other assistance to or for domestic individuals on Part IX, column (A), line 2? <i>If "Yes," complete Schedule I, Parts I and III</i> .....		X
<b>23</b> Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? <i>If "Yes," complete Schedule J</i> .....	X	
<b>24a</b> Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? <i>If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25a</i> .....		X
<b>b</b> Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception? .....		
<b>c</b> Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds? .....		
<b>d</b> Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year? .....		
<b>25a Section 501(c)(3), 501(c)(4), and 501(c)(29) organizations.</b> Did the organization engage in an excess benefit transaction with a disqualified person during the year? <i>If "Yes," complete Schedule L, Part I</i> .....		X
<b>b</b> Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? <i>If "Yes," complete Schedule L, Part I</i> .....		X
<b>26</b> Did the organization report any amount on Part X, line 5, 6, or 22 for receivables from or payables to any current or former officers, directors, trustees, key employees, highest compensated employees, or disqualified persons? <i>If "Yes," complete Schedule L, Part II</i> .....		X
<b>27</b> Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? <i>If "Yes," complete Schedule L, Part III</i> .....		X
<b>28</b> Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):		
<b>a</b> A current or former officer, director, trustee, or key employee? <i>If "Yes," complete Schedule L, Part IV</i> .....		X
<b>b</b> A family member of a current or former officer, director, trustee, or key employee? <i>If "Yes," complete Schedule L, Part IV</i> .....		X
<b>c</b> An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? <i>If "Yes," complete Schedule L, Part IV</i> .....		X
<b>29</b> Did the organization receive more than \$25,000 in non-cash contributions? <i>If "Yes," complete Schedule M</i> .....	X	
<b>30</b> Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? <i>If "Yes," complete Schedule M</i> .....		X
<b>31</b> Did the organization liquidate, terminate, or dissolve and cease operations? <i>If "Yes," complete Schedule N, Part I</i> .....		X
<b>32</b> Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? <i>If "Yes," complete Schedule N, Part II</i> .....		X
<b>33</b> Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? <i>If "Yes," complete Schedule R, Part I</i> .....		X
<b>34</b> Was the organization related to any tax-exempt or taxable entity? <i>If "Yes," complete Schedule R, Part II, III, or IV, and Part V, line 1</i> .....		X
<b>35a</b> Did the organization have a controlled entity within the meaning of section 512(b)(13)? .....		X
<b>b</b> If "Yes" to line 35a, did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? <i>If "Yes," complete Schedule R, Part V, line 2</i> .....		
<b>36 Section 501(c)(3) organizations.</b> Did the organization make any transfers to an exempt non-charitable related organization? <i>If "Yes," complete Schedule R, Part V, line 2</i> .....		X
<b>37</b> Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? <i>If "Yes," complete Schedule R, Part VI</i> .....		X
<b>38</b> Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11b and 19? .....		
<b>Note.</b> All Form 990 filers are required to complete Schedule O .....	X	

Part V Statements Regarding Other IRS Filings and Tax Compliance

Check if Schedule O contains a response or note to any line in this Part V

Input box for Schedule O check

Main table with columns for question numbers (1a-14b), Yes/No checkboxes, and numerical input fields (e.g., 34, 0, 67).

Part VI Governance, Management, and Disclosure For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions.

Check if Schedule O contains a response or note to any line in this Part VI [X]

Section A. Governing Body and Management

Table with 3 columns: Question, Yes, No. Rows include: 1a Enter the number of voting members of the governing body at the end of the tax year (22); 1b Enter the number of voting members included in line 1a, above, who are independent (22); 2 Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee? (X); 3 Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors, or trustees, or key employees to a management company or other person? (X); 4 Did the organization make any significant changes to its governing documents since the prior Form 990 was filed? (X); 5 Did the organization become aware during the year of a significant diversion of the organization's assets? (X); 6 Did the organization have members or stockholders? (X); 7a Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body? (X); 7b Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or persons other than the governing body? (X); 8 Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following: a The governing body? (X); b Each committee with authority to act on behalf of the governing body? (X); 9 Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O (X).

Section B. Policies (This Section B requests information about policies not required by the Internal Revenue Code.)

Table with 3 columns: Question, Yes, No. Rows include: 10a Did the organization have local chapters, branches, or affiliates? (X); 10b If "Yes," did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes?; 11a Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form? (X); 11b Describe in Schedule O the process, if any, used by the organization to review this Form 990.; 12a Did the organization have a written conflict of interest policy? If "No," go to line 13 (X); 12b Were officers, directors, or trustees, and key employees required to disclose annually interests that could give rise to conflicts? (X); 12c Did the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this was done (X); 13 Did the organization have a written whistleblower policy? (X); 14 Did the organization have a written document retention and destruction policy? (X); 15 Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision? a The organization's CEO, Executive Director, or top management official (X); b Other officers or key employees of the organization (X); If "Yes" to line 15a or 15b, describe the process in Schedule O (see instructions).; 16a Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year? (X); 16b If "Yes," did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and take steps to safeguard the organization's exempt status with respect to such arrangements?

Section C. Disclosure

- 17 List the states with which a copy of this Form 990 is required to be filed CA, AK, AZ, FL, HI, IL, KS, MD, MA, MI, MN, NJ
18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (Section 501(c)(3)s only) available for public inspection. Indicate how you made these available. Check all that apply. [X] Own website [ ] Another's website [X] Upon request [ ] Other (explain in Schedule O)
19 Describe in Schedule O whether (and if so, how) the organization made its governing documents, conflict of interest policy, and financial statements available to the public during the tax year.
20 State the name, address, and telephone number of the person who possesses the organization's books and records: PACIFIC LEGAL FOUNDATION - 916-419-7111 930 G STREET, SACRAMENTO, CA 95814

**Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors**

Check if Schedule O contains a response or note to any line in this Part VII

**Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees**

**1a** Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
- List all of the organization's **current** key employees, if any. See instructions for definition of "key employee."
- List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.
- List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

Check this box if neither the organization nor any related organization compensated any current officer, director, or trustee.

(A) Name and Title	(B) Average hours per week (list any hours for related organizations below line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(1) ROBIN L. RIVETT PRESIDENT & CEO	37.50	X		X				276,374.	0.	37,144.
(2) JAMES S BURLING DIRECTOR OF LITIGATION & A	37.50	X		X				206,928.	0.	18,093.
(3) JAMES L. CLOUD TRUSTEE	1.00	X						0.	0.	0.
(4) JOHN C. HARRIS CHAIR OF THE BOARD	1.00	X		X				0.	0.	0.
(5) LEONARD S FRANK SECRETARY-TREASURER	1.00	X		X				0.	0.	0.
(6) THOMAS G. BOST TRUSTEE	1.00	X						0.	0.	0.
(7) GREG M. EVANS VICE CHAIR	1.00	X		X				0.	0.	0.
(8) TIMOTHY R. HALL TRUSTEE	1.00	X						0.	0.	0.
(9) GEORGE KIMBALL TRUSTEE	1.00	X						0.	0.	0.
(10) LORRAINE O. LEGG TRUSTEE	1.00	X						0.	0.	0.
(11) APRIL J MORRIS TRUSTEE	1.00	X						0.	0.	0.
(12) JERRY W.P. SCHAUFFLER TRUSTEE	1.00	X						0.	0.	0.
(13) BRUCE C. SMITH TRUSTEE	1.00	X						0.	0.	0.
(14) CHARLES W. TRAINOR TRUSTEE	1.00	X						0.	0.	0.
(15) RONALD E VAN BUSKIRK TRUSTEE	1.00	X						0.	0.	0.
(16) DONALD JOE WILLIS TRUSTEE	1.00	X						0.	0.	0.
(17) H. DIXON MONTAGUE TRUSTEE	1.00	X						0.	0.	0.

**Part VII** Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (continued)

(A) Name and title	(B) Average hours per week (list any hours for related organizations below line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(18) JEFFREY E. WARREN TRUSTEE	1.00	X						0.	0.	0.
(19) AMY B BOULRIS TRUSTEE	1.00	X						0.	0.	0.
(20) ROSS BORBA JR. TRUSTEE	1.00	X						0.	0.	0.
(21) BRIAN G. CARTWRIGHT TRUSTEE	1.00	X						0.	0.	0.
(22) ROBERT D. CONNORS TRUSTEE	1.00	X						0.	0.	0.
(23) DAVID A COHEN TRUSTEE	1.00	X						0.	0.	0.
(24) JOHN M GROEN TRUSTEE	1.00	X						0.	0.	0.
(25) M. REED HOPPER ATTORNEY	37.50				X			144,735.	0.	20,395.
(26) MERIEM HUBBARD ATTORNEY	37.50				X			146,094.	0.	17,609.
<b>1b Sub-total</b>								774,131.	0.	93,241.
<b>c Total from continuation sheets to Part VII, Section A</b>								458,423.	0.	34,037.
<b>d Total (add lines 1b and 1c)</b>								1,232,554.	0.	127,278.

**2** Total number of individuals (including but not limited to those listed above) who received more than \$100,000 of reportable compensation from the organization **21**

	Yes	No
<b>3</b> Did the organization list any <b>former</b> officer, director, or trustee, key employee, or highest compensated employee on line 1a? If "Yes," complete Schedule J for such individual		X
<b>4</b> For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If "Yes," complete Schedule J for such individual	X	
<b>5</b> Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? If "Yes," complete Schedule J for such person		X

**Section B. Independent Contractors**

**1** Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year.

(A) Name and business address	(B) Description of services	(C) Compensation
MORGAN MEREDITH & ASSOCIATES, 22780 INDIAN CREEK DRIVE #100, DULLES, VA 20166	PRINTING	348,669.
BLV AGRIBUSINESS, 2945 CANONITA DRIVE, FALLBROOK, CA 92028-8771	PUBLIC RELATIONS	131,684.

**2** Total number of independent contractors (including but not limited to those listed above) who received more than \$100,000 of compensation from the organization **2**

SEE PART VII, SECTION A CONTINUATION SHEETS



Part VII Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (continued)

(A) Name and title	(B) Average hours per week (list any hours for related organizations below line)	(C) Position (check all that apply)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(27) DAVID BREEMER ATTORNEY	37.50					X		140,548.	0.	15,283.
(28) BOB DEAN CHIEF PHILANTHROPY OFFICER	37.50					X		177,667.	0.	7,251.
(29) PAUL BEARD II ATTORNEY	37.50					X		140,208.	0.	11,503.
Total to Part VII, Section A, line 1c .....								458,423.		34,037.

Public Inspection Copy

**Part VIII Statement of Revenue**

Check if Schedule O contains a response or note to any line in this Part VIII

			(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512 - 514	
<b>Contributions, Gifts, Grants and Other Similar Amounts</b>	<b>1 a</b> Federated campaigns .....	<b>1a</b>					
	<b>b</b> Membership dues .....	<b>1b</b>					
	<b>c</b> Fundraising events .....	<b>1c</b>	256,745.				
	<b>d</b> Related organizations .....	<b>1d</b>					
	<b>e</b> Government grants (contributions) .....	<b>1e</b>					
	<b>f</b> All other contributions, gifts, grants, and similar amounts not included above .....	<b>1f</b>	12,709,111.				
	<b>g</b> Noncash contributions included in lines 1a-1f: \$ .....		466,059.				
	<b>h Total.</b> Add lines 1a-1f .....		12,965,856.				
	<b>Program Service Revenue</b>	<b>2 a</b> COURT AWARDED ATTY FEES .....	<b>Business Code</b> 541100	194,174.	194,174.		
<b>b</b> .....							
<b>c</b> .....							
<b>d</b> .....							
<b>e</b> .....							
<b>f</b> All other program service revenue .....							
<b>g Total.</b> Add lines 2a-2f .....			194,174.				
<b>Other Revenue</b>	<b>3</b> Investment income (including dividends, interest, and other similar amounts) .....		841,474.			841,474.	
	<b>4</b> Income from investment of tax-exempt bond proceeds .....						
	<b>5</b> Royalties .....						
	<b>6 a</b> Gross rents .....	(i) Real					
		(ii) Personal					
		<b>b</b> Less: rental expenses .....					
		<b>c</b> Rental income or (loss) .....					
	<b>d</b> Net rental income or (loss) .....						
	<b>7 a</b> Gross amount from sales of assets other than inventory .....	(i) Securities					
		(ii) Other					
		<b>b</b> Less: cost or other basis and sales expenses .....		0.			
		<b>c</b> Gain or (loss) .....		1,989,538.			
	<b>d</b> Net gain or (loss) .....		1,989,538.			1,989,538.	
	<b>8 a</b> Gross income from fundraising events (not including \$ 256,745. of contributions reported on line 1c). See Part IV, line 18 .....	<b>a</b>	26,091.				
		<b>b</b> Less: direct expenses .....	<b>b</b>	78,988.			
<b>c</b> Net income or (loss) from fundraising events .....			-52,897.			-52,897.	
<b>9 a</b> Gross income from gaming activities. See Part IV, line 19 .....	<b>a</b>						
	<b>b</b> Less: direct expenses .....	<b>b</b>					
	<b>c</b> Net income or (loss) from gaming activities .....						
<b>10 a</b> Gross sales of inventory, less returns and allowances .....	<b>a</b>						
	<b>b</b> Less: cost of goods sold .....	<b>b</b>					
	<b>c</b> Net income or (loss) from sales of inventory .....						
Miscellaneous Revenue		<b>Business Code</b>					
<b>11 a</b> OTHER INCOME .....		541100	3,517.	3,517.			
	<b>b</b> .....						
	<b>c</b> .....						
	<b>d</b> All other revenue .....						
	<b>e Total.</b> Add lines 11a-11d .....			3,517.			
<b>12 Total revenue.</b> See instructions. ....			15,941,662.	197,691.	0.	2,778,115.	

**Part IX Statement of Functional Expenses**

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A).

Check if Schedule O contains a response or note to any line in this Part IX

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to domestic organizations and domestic governments. See Part IV, line 21				
2 Grants and other assistance to domestic individuals. See Part IV, line 22				
3 Grants and other assistance to foreign organizations, foreign governments, and foreign individuals. See Part IV, lines 15 and 16				
4 Benefits paid to or for members				
5 Compensation of current officers, directors, trustees, and key employees	483,302.	358,934.	41,456.	82,912.
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
7 Other salaries and wages	4,512,401.	3,394,801.	424,382.	693,218.
8 Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions)	188,230.	127,409.	33,809.	27,012.
9 Other employee benefits	472,086.	285,784.	108,372.	77,930.
10 Payroll taxes	362,755.	240,710.	63,112.	58,933.
11 Fees for services (non-employees):				
a Management				
b Legal	86,237.	7,618.	76,000.	2,619.
c Accounting	57,747.		57,747.	
d Lobbying				
e Professional fundraising services. See Part IV, line 17	131,684.			131,684.
f Investment management fees				
g Other. (If line 11g amount exceeds 10% of line 25, column (A) amount, list line 11g expenses on Sch O.)				
12 Advertising and promotion				
13 Office expenses	99,163.	11,457.	78,218.	9,488.
14 Information technology				
15 Royalties				
16 Occupancy	142,787.	107,289.	13,315.	22,183.
17 Travel	102,659.	52,785.	14,929.	34,945.
18 Payments of travel or entertainment expenses for any federal, state, or local public officials				
19 Conferences, conventions, and meetings	20,812.	19,711.	680.	421.
20 Interest	2,175.	1,634.	203.	338.
21 Payments to affiliates				
22 Depreciation, depletion, and amortization	165,636.	124,458.	15,445.	25,733.
23 Insurance	82,102.	74,134.	2,989.	4,979.
24 Other expenses. Itemize expenses not covered above. (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O.)				
a <b>PRINTING &amp; PUBLICATIONS</b>	454,349.	214,951.	-16,921.	256,319.
b <b>POSTAGE &amp; SHIPPING</b>	400,323.	69,300.	17,163.	313,860.
c <b>OTHER EXPENSES</b>	129,060.	12,502.	48,291.	68,267.
d <b>LITIGATION EXPENSE</b>	92,217.	92,217.		
e All other expenses	313,873.	226,077.	55,951.	31,845.
25 <b>Total functional expenses.</b> Add lines 1 through 24e	8,299,598.	5,421,771.	1,035,141.	1,842,686.
26 <b>Joint costs.</b> Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation.				

Check here  if following SOP 98-2 (ASC 958-720)

**Part X Balance Sheet**

Check if Schedule O contains a response or note to any line in this Part X

		(A) Beginning of year		(B) End of year
<b>Assets</b>	<b>1</b> Cash - non-interest-bearing .....	1,160,259.	<b>1</b>	3,067,847.
	<b>2</b> Savings and temporary cash investments .....	296,610.	<b>2</b>	431,520.
	<b>3</b> Pledges and grants receivable, net .....	578,003.	<b>3</b>	2,971,643.
	<b>4</b> Accounts receivable, net .....	136,201.	<b>4</b>	10,808.
	<b>5</b> Loans and other receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L .....		<b>5</b>	
	<b>6</b> Loans and other receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instr). Complete Part II of Sch L .....		<b>6</b>	
	<b>7</b> Notes and loans receivable, net .....		<b>7</b>	
	<b>8</b> Inventories for sale or use .....		<b>8</b>	
	<b>9</b> Prepaid expenses and deferred charges .....	128,659.	<b>9</b>	190,751.
	<b>10a</b> Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D .....	<b>10a</b> 4,716,858.		
	<b>b</b> Less: accumulated depreciation .....	<b>10b</b> 1,111,291.	211,708.	<b>10c</b> 3,605,567.
	<b>11</b> Investments - publicly traded securities .....		<b>11</b>	
	<b>12</b> Investments - other securities. See Part IV, line 11 .....	34,760,172.	<b>12</b>	34,084,860.
	<b>13</b> Investments - program-related. See Part IV, line 11 .....		<b>13</b>	
	<b>14</b> Intangible assets .....		<b>14</b>	
	<b>15</b> Other assets. See Part IV, line 11 .....	2,942,195.	<b>15</b>	2,457,509.
<b>16</b> <b>Total assets.</b> Add lines 1 through 15 (must equal line 34) .....	40,213,807.	<b>16</b>	46,820,505.	
<b>Liabilities</b>	<b>17</b> Accounts payable and accrued expenses .....	50,756.	<b>17</b>	110,207.
	<b>18</b> Grants payable .....		<b>18</b>	
	<b>19</b> Deferred revenue .....		<b>19</b>	
	<b>20</b> Tax-exempt bond liabilities .....		<b>20</b>	
	<b>21</b> Escrow or custodial account liability. Complete Part IV of Schedule D .....		<b>21</b>	
	<b>22</b> Loans and other payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L .....		<b>22</b>	
	<b>23</b> Secured mortgages and notes payable to unrelated third parties .....		<b>23</b>	
	<b>24</b> Unsecured notes and loans payable to unrelated third parties .....		<b>24</b>	
	<b>25</b> Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D .....	1,948,254.	<b>25</b>	2,145,003.
	<b>26</b> <b>Total liabilities.</b> Add lines 17 through 25 .....	1,999,010.	<b>26</b>	2,255,210.
<b>Net Assets or Fund Balances</b>	<b>Organizations that follow SFAS 117 (ASC 958), check here</b> <input checked="" type="checkbox"/> <b>and complete lines 27 through 29, and lines 33 and 34.</b>			
	<b>27</b> Unrestricted net assets .....	34,537,623.	<b>27</b>	38,637,742.
	<b>28</b> Temporarily restricted net assets .....	2,569,093.	<b>28</b>	4,768,889.
	<b>29</b> Permanently restricted net assets .....	1,108,081.	<b>29</b>	1,158,664.
	<b>Organizations that do not follow SFAS 117 (ASC 958), check here</b> <input type="checkbox"/> <b>and complete lines 30 through 34.</b>			
	<b>30</b> Capital stock or trust principal, or current funds .....		<b>30</b>	
	<b>31</b> Paid-in or capital surplus, or land, building, or equipment fund .....		<b>31</b>	
	<b>32</b> Retained earnings, endowment, accumulated income, or other funds .....		<b>32</b>	
<b>33</b> <b>Total net assets or fund balances</b> .....	38,214,797.	<b>33</b>	44,565,295.	
<b>34</b> <b>Total liabilities and net assets/fund balances</b> .....	40,213,807.	<b>34</b>	46,820,505.	

**Part XI Reconciliation of Net Assets**

Check if Schedule O contains a response or note to any line in this Part XI

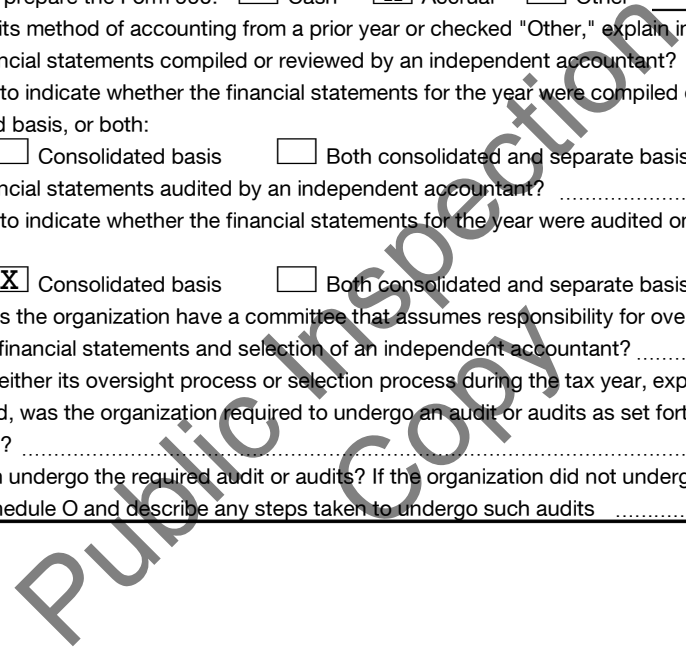
1	Total revenue (must equal Part VIII, column (A), line 12)	1	15,941,662.
2	Total expenses (must equal Part IX, column (A), line 25)	2	8,299,598.
3	Revenue less expenses. Subtract line 2 from line 1	3	7,642,064.
4	Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A))	4	38,214,797.
5	Net unrealized gains (losses) on investments	5	-1,322,385.
6	Donated services and use of facilities	6	
7	Investment expenses	7	
8	Prior period adjustments	8	
9	Other changes in net assets or fund balances (explain in Schedule O)	9	30,819.
10	Net assets or fund balances at end of year. Combine lines 3 through 9 (must equal Part X, line 33, column (B))	10	44,565,295.

**Part XII Financial Statements and Reporting**

Check if Schedule O contains a response or note to any line in this Part XII

		Yes	No
1	Accounting method used to prepare the Form 990: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O.		
2a	Were the organization's financial statements compiled or reviewed by an independent accountant? If "Yes," check a box below to indicate whether the financial statements for the year were compiled or reviewed on a separate basis, consolidated basis, or both: <input type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis		X
2b	Were the organization's financial statements audited by an independent accountant? If "Yes," check a box below to indicate whether the financial statements for the year were audited on a separate basis, consolidated basis, or both: <input type="checkbox"/> Separate basis <input checked="" type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis	X	
2c	If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant? If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.	X	
3a	As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?		X
3b	If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits		

Form 990 (2014)



SCHEDULE A (Form 990 or 990-EZ)

Department of the Treasury Internal Revenue Service

Public Charity Status and Public Support

Complete if the organization is a section 501(c)(3) organization or a section 4947(a)(1) nonexempt charitable trust. Attach to Form 990 or Form 990-EZ.

OMB No. 1545-0047

2014

Open to Public Inspection

Information about Schedule A (Form 990 or 990-EZ) and its instructions is at www.irs.gov/form990.

Name of the organization PACIFIC LEGAL FOUNDATION Employer identification number 94-2197343

Part I Reason for Public Charity Status (All organizations must complete this part.) See instructions.

The organization is not a private foundation because it is: (For lines 1 through 11, check only one box.)

- 1 A church, convention of churches, or association of churches described in section 170(b)(1)(A)(i).
2 A school described in section 170(b)(1)(A)(ii). (Attach Schedule E.)
3 A hospital or a cooperative hospital service organization described in section 170(b)(1)(A)(iii).
4 A medical research organization operated in conjunction with a hospital described in section 170(b)(1)(A)(iii).
5 An organization operated for the benefit of a college or university owned or operated by a governmental unit described in section 170(b)(1)(A)(iv).
6 A federal, state, or local government or governmental unit described in section 170(b)(1)(A)(v).
7 X An organization that normally receives a substantial part of its support from a governmental unit or from the general public described in section 170(b)(1)(A)(vi).
8 A community trust described in section 170(b)(1)(A)(vi).
9 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 exempt functions...
10 An organization organized and operated exclusively to test for public safety.
11 An organization organized and operated exclusively for the benefit of, to perform the functions of, or to carry out the purposes of one or more publicly supported organizations...
a Type I. A supporting organization operated, supervised, or controlled by its supported organization(s)...
b Type II. A supporting organization supervised or controlled in connection with its supported organization(s)...
c Type III functionally integrated. A supporting organization operated in connection with, and functionally integrated with, its supported organization(s)...
d Type III non-functionally integrated. A supporting organization operated in connection with its supported organization(s) that is not functionally integrated...
e Check this box if the organization received a written determination from the IRS that it is a Type I, Type II, Type III functionally integrated, or Type III non-functionally integrated supporting organization.
f Enter the number of supported organizations

Table with 6 columns: (i) Name of supported organization, (ii) EIN, (iii) Type of organization, (iv) Is the organization listed in your governing document?, (v) Amount of monetary support, (vi) Amount of other support. Includes a Total row at the bottom.

**Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)**

(Complete only if you checked the box on line 5, 7, or 8 of Part I or if the organization failed to qualify under Part III. If the organization fails to qualify under the tests listed below, please complete Part III.)

**Section A. Public Support**

Calendar year (or fiscal year beginning in) ▶	(a) 2010	(b) 2011	(c) 2012	(d) 2013	(e) 2014	(f) Total
<b>1</b> Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.") .....	14,208,074.	13,347,417.	8,768,868.	9,115,229.	12,991,947.	58,431,535.
<b>2</b> Tax revenues levied for the organization's benefit and either paid to or expended on its behalf .....						
<b>3</b> The value of services or facilities furnished by a governmental unit to the organization without charge .....						
<b>4 Total.</b> Add lines 1 through 3 .....	14,208,074.	13,347,417.	8,768,868.	9,115,229.	12,991,947.	58,431,535.
<b>5</b> The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f) .....						11,853,418.
<b>6 Public support.</b> Subtract line 5 from line 4.						46,578,117.

**Section B. Total Support**

Calendar year (or fiscal year beginning in) ▶	(a) 2010	(b) 2011	(c) 2012	(d) 2013	(e) 2014	(f) Total
<b>7</b> Amounts from line 4 .....	14,208,074.	13,347,417.	8,768,868.	9,115,229.	12,991,947.	58,431,535.
<b>8</b> Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources .....	387,625.	596,032.	726,600.	1,140,253.	2,831,012.	5,681,522.
<b>9</b> Net income from unrelated business activities, whether or not the business is regularly carried on .....						
<b>10</b> Other income. Do not include gain or loss from the sale of capital assets (Explain in Part VI.) .....	29,246.	17,890.	28,394.	5,485.	3,517.	84,532.
<b>11 Total support.</b> Add lines 7 through 10						64,197,589.
<b>12</b> Gross receipts from related activities, etc. (see instructions) .....					12	975,933.
<b>13 First five years.</b> If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and <b>stop here</b> .....						<input type="checkbox"/>

**Section C. Computation of Public Support Percentage**

<b>14</b> Public support percentage for 2014 (line 6, column (f) divided by line 11, column (f)) .....	<b>14</b>	72.55 %
<b>15</b> Public support percentage from 2013 Schedule A, Part II, line 14 .....	<b>15</b>	71.37 %
<b>16a 33 1/3% support test - 2014.</b> If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and <b>stop here.</b> The organization qualifies as a publicly supported organization .....		<input checked="" type="checkbox"/>
<b>b 33 1/3% support test - 2013.</b> If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and <b>stop here.</b> The organization qualifies as a publicly supported organization .....		<input type="checkbox"/>
<b>17a 10% -facts-and-circumstances test - 2014.</b> If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and <b>stop here.</b> Explain in Part VI how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization .....		<input type="checkbox"/>
<b>b 10% -facts-and-circumstances test - 2013.</b> If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and <b>stop here.</b> Explain in Part VI how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization .....		<input type="checkbox"/>
<b>18 Private foundation.</b> If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions .....		<input type="checkbox"/>

**Part III Support Schedule for Organizations Described in Section 509(a)(2)**

(Complete only if you checked the box on line 9 of Part I or if the organization failed to qualify under Part II. If the organization fails to qualify under the tests listed below, please complete Part II.)

**Section A. Public Support**

Calendar year (or fiscal year beginning in) ▶	(a) 2010	(b) 2011	(c) 2012	(d) 2013	(e) 2014	(f) Total
<b>1</b> Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.") .....						
<b>2</b> Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose						
<b>3</b> Gross receipts from activities that are not an unrelated trade or business under section 513 .....						
<b>4</b> Tax revenues levied for the organization's benefit and either paid to or expended on its behalf .....						
<b>5</b> The value of services or facilities furnished by a governmental unit to the organization without charge ...						
<b>6 Total.</b> Add lines 1 through 5 .....						
<b>7a</b> Amounts included on lines 1, 2, and 3 received from disqualified persons						
<b>b</b> Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year .....						
<b>c</b> Add lines 7a and 7b .....						
<b>8 Public support.</b> (Subtract line 7c from line 6.)						

**Section B. Total Support**

Calendar year (or fiscal year beginning in) ▶	(a) 2010	(b) 2011	(c) 2012	(d) 2013	(e) 2014	(f) Total
<b>9</b> Amounts from line 6 .....						
<b>10a</b> Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources .....						
<b>b</b> Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975 .....						
<b>c</b> Add lines 10a and 10b .....						
<b>11</b> Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on .....						
<b>12</b> Other income. Do not include gain or loss from the sale of capital assets (Explain in Part VI.) .....						
<b>13 Total support.</b> (Add lines 9, 10c, 11, and 12.)						

**14 First five years.** If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and **stop here**

**Section C. Computation of Public Support Percentage**

<b>15</b> Public support percentage for 2014 (line 8, column (f) divided by line 13, column (f)) .....	<b>15</b>	%
<b>16</b> Public support percentage from 2013 Schedule A, Part III, line 15 .....	<b>16</b>	%

**Section D. Computation of Investment Income Percentage**

<b>17</b> Investment income percentage for 2014 (line 10c, column (f) divided by line 13, column (f)) .....	<b>17</b>	%
<b>18</b> Investment income percentage from 2013 Schedule A, Part III, line 17 .....	<b>18</b>	%

**19a 33 1/3% support tests - 2014.** If the organization did not check the box on line 14, and line 15 is more than 33 1/3%, and line 17 is not more than 33 1/3%, check this box and **stop here**. The organization qualifies as a publicly supported organization

**b 33 1/3% support tests - 2013.** If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3%, and line 18 is not more than 33 1/3%, check this box and **stop here**. The organization qualifies as a publicly supported organization

**20 Private foundation.** If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions



**Part IV Supporting Organizations**

(Complete only if you checked a box on line 11 of Part I. If you checked 11a of Part I, complete Sections A and B. If you checked 11b of Part I, complete Sections A and C. If you checked 11c of Part I, complete Sections A, D, and E. If you checked 11d of Part I, complete Sections A and D, and complete Part V.)

**Section A. All Supporting Organizations**

	Yes	No
<b>1</b> Are all of the organization's supported organizations listed by name in the organization's governing documents? <i>If "No" describe in Part VI how the supported organizations are designated. If designated by class or purpose, describe the designation. If historic and continuing relationship, explain.</i>		
<b>2</b> Did the organization have any supported organization that does not have an IRS determination of status under section 509(a)(1) or (2)? <i>If "Yes," explain in Part VI how the organization determined that the supported organization was described in section 509(a)(1) or (2).</i>		
<b>3a</b> Did the organization have a supported organization described in section 501(c)(4), (5), or (6)? <i>If "Yes," answer (b) and (c) below.</i>		
<b>b</b> Did the organization confirm that each supported organization qualified under section 501(c)(4), (5), or (6) and satisfied the public support tests under section 509(a)(2)? <i>If "Yes," describe in Part VI when and how the organization made the determination.</i>		
<b>c</b> Did the organization ensure that all support to such organizations was used exclusively for section 170(c)(2) (B) purposes? <i>If "Yes," explain in Part VI what controls the organization put in place to ensure such use.</i>		
<b>4a</b> Was any supported organization not organized in the United States ("foreign supported organization")? <i>If "Yes" and if you checked 11a or 11b in Part I, answer (b) and (c) below.</i>		
<b>b</b> Did the organization have ultimate control and discretion in deciding whether to make grants to the foreign supported organization? <i>If "Yes," describe in Part VI how the organization had such control and discretion despite being controlled or supervised by or in connection with its supported organizations.</i>		
<b>c</b> Did the organization support any foreign supported organization that does not have an IRS determination under sections 501(c)(3) and 509(a)(1) or (2)? <i>If "Yes," explain in Part VI what controls the organization used to ensure that all support to the foreign supported organization was used exclusively for section 170(c)(2)(B) purposes.</i>		
<b>5a</b> Did the organization add, substitute, or remove any supported organizations during the tax year? <i>If "Yes," answer (b) and (c) below (if applicable). Also, provide detail in Part VI, including (i) the names and EIN numbers of the supported organizations added, substituted, or removed, (ii) the reasons for each such action, (iii) the authority under the organization's organizing document authorizing such action, and (iv) how the action was accomplished (such as by amendment to the organizing document).</i>		
<b>b Type I or Type II only.</b> Was any added or substituted supported organization part of a class already designated in the organization's organizing document?		
<b>c Substitutions only.</b> Was the substitution the result of an event beyond the organization's control?		
<b>6</b> Did the organization provide support (whether in the form of grants or the provision of services or facilities) to anyone other than (a) its supported organizations; (b) individuals that are part of the charitable class benefited by one or more of its supported organizations; or (c) other supporting organizations that also support or benefit one or more of the filing organization's supported organizations? <i>If "Yes," provide detail in Part VI.</i>		
<b>7</b> Did the organization provide a grant, loan, compensation, or other similar payment to a substantial contributor (defined in IRC 4958(c)(3)(C)), a family member of a substantial contributor, or a 35-percent controlled entity with regard to a substantial contributor? <i>If "Yes," complete Part I of Schedule L (Form 990).</i>		
<b>8</b> Did the organization make a loan to a disqualified person (as defined in section 4958) not described in line 7? <i>If "Yes," complete Part I of Schedule L (Form 990).</i>		
<b>9a</b> Was the organization controlled directly or indirectly at any time during the tax year by one or more disqualified persons as defined in section 4946 (other than foundation managers and organizations described in section 509(a)(1) or (2))? <i>If "Yes," provide detail in Part VI.</i>		
<b>b</b> Did one or more disqualified persons (as defined in line 9(a)) hold a controlling interest in any entity in which the supporting organization had an interest? <i>If "Yes," provide detail in Part VI.</i>		
<b>c</b> Did a disqualified person (as defined in line 9(a)) have an ownership interest in, or derive any personal benefit from, assets in which the supporting organization also had an interest? <i>If "Yes," provide detail in Part VI.</i>		
<b>10a</b> Was the organization subject to the excess business holdings rules of IRC 4943 because of IRC 4943(f) (regarding certain Type II supporting organizations, and all Type III non-functionally integrated supporting organizations)? <i>If "Yes," answer (b) below.</i>		
<b>b</b> Did the organization have any excess business holdings in the tax year? <i>(Use Schedule C, Form 4720, to determine whether the organization had excess business holdings.)</i>		

**Part IV Supporting Organizations** (continued)

	Yes	No
<b>11</b> Has the organization accepted a gift or contribution from any of the following persons?		
<b>a</b> A person who directly or indirectly controls, either alone or together with persons described in (b) and (c) below, the governing body of a supported organization?		
<b>b</b> A family member of a person described in (a) above?		
<b>c</b> A 35% controlled entity of a person described in (a) or (b) above? If "Yes" to a, b, or c, provide detail in <b>Part VI</b> .		

**Section B. Type I Supporting Organizations**

	Yes	No
<b>1</b> Did the directors, trustees, or membership of one or more supported organizations have the power to regularly appoint or elect at least a majority of the organization's directors or trustees at all times during the tax year? If "No," describe in <b>Part VI</b> how the supported organization(s) effectively operated, supervised, or controlled the organization's activities. If the organization had more than one supported organization, describe how the powers to appoint and/or remove directors or trustees were allocated among the supported organizations and what conditions or restrictions, if any, applied to such powers during the tax year.		
<b>2</b> Did the organization operate for the benefit of any supported organization other than the supported organization(s) that operated, supervised, or controlled the supporting organization? If "Yes," explain in <b>Part VI</b> how providing such benefit carried out the purposes of the supported organization(s) that operated, supervised, or controlled the supporting organization.		

**Section C. Type II Supporting Organizations**

	Yes	No
<b>1</b> Were a majority of the organization's directors or trustees during the tax year also a majority of the directors or trustees of each of the organization's supported organization(s)? If "No," describe in <b>Part VI</b> how control or management of the supporting organization was vested in the same persons that controlled or managed the supported organization(s).		

**Section D. Type III Supporting Organizations**

	Yes	No
<b>1</b> Did the organization provide to each of its supported organizations, by the last day of the fifth month of the organization's tax year, (1) a written notice describing the type and amount of support provided during the prior tax year, (2) a copy of the Form 990 that was most recently filed as of the date of notification, and (3) copies of the organization's governing documents in effect on the date of notification, to the extent not previously provided?		
<b>2</b> Were any of the organization's officers, directors, or trustees either (i) appointed or elected by the supported organization(s) or (ii) serving on the governing body of a supported organization? If "No," explain in <b>Part VI</b> how the organization maintained a close and continuous working relationship with the supported organization(s).		
<b>3</b> By reason of the relationship described in (2), did the organization's supported organizations have a significant voice in the organization's investment policies and in directing the use of the organization's income or assets at all times during the tax year? If "Yes," describe in <b>Part VI</b> the role the organization's supported organizations played in this regard.		

**Section E. Type III Functionally-Integrated Supporting Organizations**

<b>1</b> Check the box next to the method that the organization used to satisfy the Integral Part Test during the year (see instructions):		
<b>a</b> <input type="checkbox"/> The organization satisfied the Activities Test. Complete <b>line 2</b> below.		
<b>b</b> <input type="checkbox"/> The organization is the parent of each of its supported organizations. Complete <b>line 3</b> below.		
<b>c</b> <input type="checkbox"/> The organization supported a governmental entity. Describe in <b>Part VI</b> how you supported a government entity (see instructions).		
<b>2</b> Activities Test. Answer (a) and (b) below.		
<b>a</b> Did substantially all of the organization's activities during the tax year directly further the exempt purposes of the supported organization(s) to which the organization was responsive? If "Yes," then in <b>Part VI</b> identify those supported organizations and explain how these activities directly furthered their exempt purposes, how the organization was responsive to those supported organizations, and how the organization determined that these activities constituted substantially all of its activities.		
<b>b</b> Did the activities described in (a) constitute activities that, but for the organization's involvement, one or more of the organization's supported organization(s) would have been engaged in? If "Yes," explain in <b>Part VI</b> the reasons for the organization's position that its supported organization(s) would have engaged in these activities but for the organization's involvement.		
<b>3</b> Parent of Supported Organizations. Answer (a) and (b) below.		
<b>a</b> Did the organization have the power to regularly appoint or elect a majority of the officers, directors, or trustees of each of the supported organizations? Provide details in <b>Part VI</b> .		
<b>b</b> Did the organization exercise a substantial degree of direction over the policies, programs, and activities of each of its supported organizations? If "Yes," describe in <b>Part VI</b> the role played by the organization in this regard.		

**Part V Type III Non-Functionally Integrated 509(a)(3) Supporting Organizations**

1  Check here if the organization satisfied the Integral Part Test as a qualifying trust on Nov. 20, 1970. **See instructions.** All other Type III non-functionally integrated supporting organizations must complete Sections A through E.

<b>Section A - Adjusted Net Income</b>		(A) Prior Year	(B) Current Year (optional)
1	Net short-term capital gain	1	
2	Recoveries of prior-year distributions	2	
3	Other gross income (see instructions)	3	
4	Add lines 1 through 3	4	
5	Depreciation and depletion	5	
6	Portion of operating expenses paid or incurred for production or collection of gross income or for management, conservation, or maintenance of property held for production of income (see instructions)	6	
7	Other expenses (see instructions)	7	
8	<b>Adjusted Net Income</b> (subtract lines 5, 6 and 7 from line 4)	8	

<b>Section B - Minimum Asset Amount</b>		(A) Prior Year	(B) Current Year (optional)
1	Aggregate fair market value of all non-exempt-use assets (see instructions for short tax year or assets held for part of year):		
a	Average monthly value of securities	1a	
b	Average monthly cash balances	1b	
c	Fair market value of other non-exempt-use assets	1c	
d	<b>Total</b> (add lines 1a, 1b, and 1c)	1d	
e	<b>Discount</b> claimed for blockage or other factors (explain in detail in <b>Part VI</b> ):		
2	Acquisition indebtedness applicable to non-exempt-use assets	2	
3	Subtract line 2 from line 1d	3	
4	Cash deemed held for exempt use. Enter 1-1/2% of line 3 (for greater amount, see instructions).	4	
5	Net value of non-exempt-use assets (subtract line 4 from line 3)	5	
6	Multiply line 5 by .035	6	
7	Recoveries of prior-year distributions	7	
8	<b>Minimum Asset Amount</b> (add line 7 to line 6)	8	

<b>Section C - Distributable Amount</b>		(A) Prior Year	Current Year
1	Adjusted net income for prior year (from Section A, line 8, Column A)	1	
2	Enter 85% of line 1	2	
3	Minimum asset amount for prior year (from Section B, line 8, Column A)	3	
4	Enter greater of line 2 or line 3	4	
5	Income tax imposed in prior year	5	
6	<b>Distributable Amount.</b> Subtract line 5 from line 4, unless subject to emergency temporary reduction (see instructions)	6	
7	<input type="checkbox"/> Check here if the current year is the organization's first as a non-functionally-integrated Type III supporting organization (see instructions).		

**Part V Type III Non-Functionally Integrated 509(a)(3) Supporting Organizations** (continued)

Section D - Distributions	Current Year
<b>1</b> Amounts paid to supported organizations to accomplish exempt purposes	
<b>2</b> Amounts paid to perform activity that directly furthers exempt purposes of supported organizations, in excess of income from activity	
<b>3</b> Administrative expenses paid to accomplish exempt purposes of supported organizations	
<b>4</b> Amounts paid to acquire exempt-use assets	
<b>5</b> Qualified set-aside amounts (prior IRS approval required)	
<b>6</b> Other distributions (describe in <b>Part VI</b> ). See instructions.	
<b>7 Total annual distributions.</b> Add lines 1 through 6.	
<b>8</b> Distributions to attentive supported organizations to which the organization is responsive (provide details in <b>Part VI</b> ). See instructions.	
<b>9</b> Distributable amount for 2014 from Section C, line 6	
<b>10</b> Line 8 amount divided by Line 9 amount	

Section E - Distribution Allocations (see instructions)	(i) Excess Distributions	(ii) Underdistributions Pre-2014	(iii) Distributable Amount for 2014
<b>1</b> Distributable amount for 2014 from Section C, line 6			
<b>2</b> Underdistributions, if any, for years prior to 2014 (reasonable cause required-see instructions)			
<b>3</b> Excess distributions carryover, if any, to 2014:			
<b>a</b>			
<b>b</b>			
<b>c</b>			
<b>d</b>			
<b>e</b> From 2013			
<b>f Total</b> of lines 3a through e			
<b>g</b> Applied to underdistributions of prior years			
<b>h</b> Applied to 2014 distributable amount			
<b>i</b> Carryover from 2009 not applied (see instructions)			
<b>j</b> Remainder. Subtract lines 3g, 3h, and 3i from 3f.			
<b>4</b> Distributions for 2014 from Section D, line 7: \$			
<b>a</b> Applied to underdistributions of prior years			
<b>b</b> Applied to 2014 distributable amount			
<b>c</b> Remainder. Subtract lines 4a and 4b from 4.			
<b>5</b> Remaining underdistributions for years prior to 2014, if any. Subtract lines 3g and 4a from line 2 (if amount greater than zero, see instructions).			
<b>6</b> Remaining underdistributions for 2014. Subtract lines 3h and 4b from line 1 (if amount greater than zero, see instructions).			
<b>7 Excess distributions carryover to 2015.</b> Add lines 3j and 4c.			
<b>8</b> Breakdown of line 7:			
<b>a</b>			
<b>b</b>			
<b>c</b>			
<b>d</b> Excess from 2013			
<b>e</b> Excess from 2014			

Schedule A (Form 990 or 990-EZ) 2014

**Part VI** **Supplemental Information.** Provide the explanations required by Part II, line 10; Part II, line 17a or 17b; and Part III, line 12.  
Also complete this part for any additional information. (See instructions).

Public Inspection  
Copy

**SCHEDULE D**  
**(Form 990)**

Department of the Treasury  
Internal Revenue Service

**Supplemental Financial Statements**

▶ Complete if the organization answered "Yes" to Form 990, Part IV, line 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b.  
▶ Attach to Form 990.

▶ Information about Schedule D (Form 990) and its instructions is at [www.irs.gov/form990](http://www.irs.gov/form990).

OMB No. 1545-0047

**2014**

Open to Public Inspection

Name of the organization **PACIFIC LEGAL FOUNDATION** Employer identification number **94-2197343**

**Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts.** Complete if the organization answered "Yes" to Form 990, Part IV, line 6.

	(a) Donor advised funds	(b) Funds and other accounts
1 Total number at end of year .....		
2 Aggregate value of contributions to (during year) .....		
3 Aggregate value of grants from (during year) .....		
4 Aggregate value at end of year .....		
5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control? .....		<input type="checkbox"/> Yes <input type="checkbox"/> No
6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds can be used only for charitable purposes and not for the benefit of the donor or donor advisor, or for any other purpose conferring impermissible private benefit? .....		<input type="checkbox"/> Yes <input type="checkbox"/> No

**Part II Conservation Easements.** Complete if the organization answered "Yes" to Form 990, Part IV, line 7.

1 Purpose(s) of conservation easements held by the organization (check all that apply).  
 Preservation of land for public use (e.g., recreation or education)  Preservation of a historically important land area  
 Protection of natural habitat  Preservation of a certified historic structure  
 Preservation of open space

2 Complete lines 2a through 2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year.

	Held at the End of the Tax Year
a Total number of conservation easements .....	2a
b Total acreage restricted by conservation easements .....	2b
c Number of conservation easements on a certified historic structure included in (a) .....	2c
d Number of conservation easements included in (c) acquired after 8/17/06, and not on a historic structure listed in the National Register .....	2d

3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the tax year ▶ \_\_\_\_\_

4 Number of states where property subject to conservation easement is located ▶ \_\_\_\_\_

5 Does the organization have a written policy regarding the periodic monitoring, inspection, handling of violations, and enforcement of the conservation easements it holds? .....

Yes  No

6 Staff and volunteer hours devoted to monitoring, inspecting, and enforcing conservation easements during the year ▶ \_\_\_\_\_

7 Amount of expenses incurred in monitoring, inspecting, and enforcing conservation easements during the year ▶ \$ \_\_\_\_\_

8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)? .....

Yes  No

9 In Part XIII, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements.

**Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.**

Complete if the organization answered "Yes" to Form 990, Part IV, line 8.

1a If the organization elected, as permitted under SFAS 116 (ASC 958), not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIII, the text of the footnote to its financial statements that describes these items.

b If the organization elected, as permitted under SFAS 116 (ASC 958), to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items:

(i) Revenue included in Form 990, Part VIII, line 1 .....

▶ \$ \_\_\_\_\_

(ii) Assets included in Form 990, Part X .....

▶ \$ \_\_\_\_\_

2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 (ASC 958) relating to these items:

a Revenue included in Form 990, Part VIII, line 1 .....

▶ \$ \_\_\_\_\_

b Assets included in Form 990, Part X .....

▶ \$ \_\_\_\_\_

**Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets** (continued)

3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply):

- a  Public exhibition
- b  Scholarly research
- c  Preservation for future generations
- d  Loan or exchange programs
- e  Other \_\_\_\_\_

4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIII.

5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection?  Yes  No

**Part IV Escrow and Custodial Arrangements.** Complete if the organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X?  Yes  No

b If "Yes," explain the arrangement in Part XIII and complete the following table:

	Amount
c Beginning balance	1c
d Additions during the year	1d
e Distributions during the year	1e
f Ending balance	1f

2a Did the organization include an amount on Form 990, Part X, line 21, for escrow or custodial account liability?  Yes  No

b If "Yes," explain the arrangement in Part XIII. Check here if the explanation has been provided in Part XIII

**Part V Endowment Funds.** Complete if the organization answered "Yes" to Form 990, Part IV, line 10.

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance	33,832,814.	27,915,635.	25,201,636.	20,423,282.	11,060,311.
b Contributions	1,634,236.	3,363,705.	1,289,792.	6,349,015.	8,334,807.
c Net investment earnings, gains, and losses	1,385,878.	3,995,356.	2,496,109.	-71,948.	1,826,579.
d Grants or scholarships					
e Other expenditures for facilities and programs	5,171,145.	1,441,882.	1,071,902.	1,498,713.	798,415.
f Administrative expenses					
g End of year balance	31,681,783.	33,832,814.	27,915,635.	25,201,636.	20,423,282.

2 Provide the estimated percentage of the current year end balance (line 1g, column (a)) held as:

- a Board designated or quasi-endowment  96.34 %
- b Permanent endowment  3.66 %
- c Temporarily restricted endowment  .00 %

The percentages in lines 2a, 2b, and 2c should equal 100%.

3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:

- (i) unrelated organizations
- (ii) related organizations

	Yes	No
3a(i)		X
3a(ii)		X
3b		

b If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R?

4 Describe in Part XIII the intended uses of the organization's endowment funds.

**Part VI Land, Buildings, and Equipment.**

Complete if the organization answered "Yes" to Form 990, Part IV, line 11a. See Form 990, Part X, line 10.

Description of property	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
1a Land		788,000.		788,000.
b Buildings		2,712,000.	65,000.	2,647,000.
c Leasehold improvements				
d Equipment				
e Other		1,216,858.	1,046,291.	170,567.
<b>Total.</b> Add lines 1a through 1e. (Column (d) must equal Form 990, Part X, column (B), line 10c.)				3,605,567.

**Part VII Investments - Other Securities.**

Complete if the organization answered "Yes" to Form 990, Part IV, line 11b. See Form 990, Part X, line 12.

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1) Financial derivatives .....		
(2) Closely-held equity interests .....		
(3) Other		
(A) MUTUAL FUNDS PRIMARILY		
(B) INVESTED IN DEBT & EQUITY		
(C) SECURITIES	32,372,239.	END-OF-YEAR MARKET VALUE
(D) MONEY MARKET ACCOUNTS	714,499.	END-OF-YEAR MARKET VALUE
(E) CORPORATE BONDS	225,478.	END-OF-YEAR MARKET VALUE
(F) GOVERNMENTAL BONDS &		
(G) SECURITIES	772,644.	END-OF-YEAR MARKET VALUE
(H)		
<b>Total.</b> (Col. (b) must equal Form 990, Part X, col. (B) line 12.) ▶	<b>34,084,860.</b>	

**Part VIII Investments - Program Related.**

Complete if the organization answered "Yes" to Form 990, Part IV, line 11c. See Form 990, Part X, line 13.

(a) Description of investment	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1)		
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
<b>Total.</b> (Col. (b) must equal Form 990, Part X, col. (B) line 13.) ▶		

**Part IX Other Assets.**

Complete if the organization answered "Yes" to Form 990, Part IV, line 11d. See Form 990, Part X, line 15.

(a) Description	(b) Book value
(1) CSV LIFE INSURANCE	28,485.
(2) DEPOSITS, STOCK RECEIVABLE & MISC.	19,944.
(3) CHARITABLE REMAINDER TRUST ASSETS	1,656,779.
(4) OTHER TRUST ASSETS	752,301.
(5)	
(6)	
(7)	
(8)	
(9)	
<b>Total.</b> (Column (b) must equal Form 990, Part X, col. (B) line 15.) ▶	<b>2,457,509.</b>

**Part X Other Liabilities.**

Complete if the organization answered "Yes" to Form 990, Part IV, line 11e or 11f. See Form 990, Part X, line 25.

1. (a) Description of liability	(b) Book value
(1) Federal income taxes	
(2) PENSION PLAN ACCRUAL	732,201.
(3) ACCRUED EXPENSES	323,617.
(4) LIABILITY UNDER UNITRUST	969,159.
(5) LEASES PAYABLE	16,690.
(6) OTHER LIABILITIES	47,529.
(7) SECTION 125 LIABILITY	4,461.
(8) ACCRUED BONUS	51,597.
(9) 403(B) LIABILITY	-251.
<b>Total.</b> (Column (b) must equal Form 990, Part X, col. (B) line 25.) ▶	<b>2,145,003.</b>

2. Liability for uncertain tax positions. In Part XIII, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48 (ASC 740). Check here if the text of the footnote has been provided in Part XIII



**Part XI Reconciliation of Revenue per Audited Financial Statements With Revenue per Return.**

Complete if the organization answered "Yes" to Form 990, Part IV, line 12a.

<b>1</b>	Total revenue, gains, and other support per audited financial statements	<b>1</b>	14,650,096.
<b>2</b>	Amounts included on line 1 but not on Form 990, Part VIII, line 12:		
<b>a</b>	Net unrealized gains (losses) on investments	<b>2a</b>	-1,322,385.
<b>b</b>	Donated services and use of facilities	<b>2b</b>	
<b>c</b>	Recoveries of prior year grants	<b>2c</b>	
<b>d</b>	Other (Describe in Part XIII.)	<b>2d</b>	30,819.
<b>e</b>	Add lines <b>2a</b> through <b>2d</b>	<b>2e</b>	-1,291,566.
<b>3</b>	Subtract line <b>2e</b> from line <b>1</b>	<b>3</b>	15,941,662.
<b>4</b>	Amounts included on Form 990, Part VIII, line 12, but not on line 1:		
<b>a</b>	Investment expenses not included on Form 990, Part VIII, line 7b	<b>4a</b>	
<b>b</b>	Other (Describe in Part XIII.)	<b>4b</b>	
<b>c</b>	Add lines <b>4a</b> and <b>4b</b>	<b>4c</b>	0.
<b>5</b>	Total revenue. Add lines <b>3</b> and <b>4c</b> . (This must equal Form 990, Part I, line 12.)	<b>5</b>	15,941,662.

**Part XII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return.**

Complete if the organization answered "Yes" to Form 990, Part IV, line 12a.

<b>1</b>	Total expenses and losses per audited financial statements	<b>1</b>	8,299,598.
<b>2</b>	Amounts included on line 1 but not on Form 990, Part IX, line 25:		
<b>a</b>	Donated services and use of facilities	<b>2a</b>	
<b>b</b>	Prior year adjustments	<b>2b</b>	
<b>c</b>	Other losses	<b>2c</b>	
<b>d</b>	Other (Describe in Part XIII.)	<b>2d</b>	
<b>e</b>	Add lines <b>2a</b> through <b>2d</b>	<b>2e</b>	0.
<b>3</b>	Subtract line <b>2e</b> from line <b>1</b>	<b>3</b>	8,299,598.
<b>4</b>	Amounts included on Form 990, Part IX, line 25, but not on line 1:		
<b>a</b>	Investment expenses not included on Form 990, Part VIII, line 7b	<b>4a</b>	
<b>b</b>	Other (Describe in Part XIII.)	<b>4b</b>	
<b>c</b>	Add lines <b>4a</b> and <b>4b</b>	<b>4c</b>	0.
<b>5</b>	Total expenses. Add lines <b>3</b> and <b>4c</b> . (This must equal Form 990, Part I, line 18.)	<b>5</b>	8,299,598.

**Part XIII Supplemental Information.**

Provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X, line 2; Part XI, lines 2d and 4b; and Part XII, lines 2d and 4b. Also complete this part to provide any additional information.

**PART X, LINE 2:**

THE FOUNDATION HAS APPLIED THE ACCOUNTING PRINCIPLES RELATED TO ACCOUNTING FOR UNCERTAINTY IN INCOME TAXES AND HAS DETERMINED THAT THERE IS NO MATERIAL IMPACT ON THE CONSOLIDATED FINANCIAL STATEMENTS. WITH SOME EXCEPTIONS, THE FOUNDATION IS NO LONGER SUBJECT TO U.S. FEDERAL AND STATE INCOME TAX EXAMINATIONS BY TAX AUTHORITIES FOR YEARS PRIOR TO 2010.

**PART XI, LINE 2D - OTHER ADJUSTMENTS:**

CHANGE IN VALUE OF SPLIT INTEREST AGREEMENTS 30,819.

**Part XIII** Supplemental Information *(continued)*

Public Inspection  
Copy

**SCHEDULE G**  
**(Form 990 or 990-EZ)**

Department of the Treasury  
Internal Revenue Service

**Supplemental Information Regarding Fundraising or Gaming Activities**  
Complete if the organization answered "Yes" to Form 990, Part IV, lines 17, 18, or 19, or if the organization entered more than \$15,000 on Form 990-EZ, line 6a.  
▶ Attach to Form 990 or Form 990-EZ.  
▶ Information about Schedule G (Form 990 or 990-EZ) and its instructions is at [www.irs.gov/form990](http://www.irs.gov/form990).

OMB No. 1545-0047

**2014**

Open to Public Inspection

Name of the organization: **PACIFIC LEGAL FOUNDATION**  
Employer identification number: **94-2197343**

**Part I Fundraising Activities.** Complete if the organization answered "Yes" to Form 990, Part IV, line 17. Form 990-EZ filers are not required to complete this part.

- 1 Indicate whether the organization raised funds through any of the following activities. Check all that apply.
- a  Mail solicitations
  - b  Internet and email solicitations
  - c  Phone solicitations
  - d  In-person solicitations
  - e  Solicitation of non-government grants
  - f  Solicitation of government grants
  - g  Special fundraising events
- 2 a Did the organization have a written or oral agreement with any individual (including officers, directors, trustees or key employees listed in Form 990, Part VII) or entity in connection with professional fundraising services?  Yes  No
- b If "Yes," list the ten highest paid individuals or entities (fundraisers) pursuant to agreements under which the fundraiser is to be compensated at least \$5,000 by the organization.

(i) Name and address of individual or entity (fundraiser)	(ii) Activity	(iii) Did fundraiser have custody or control of contributions?		(iv) Gross receipts from activity	(v) Amount paid to (or retained by) fundraiser listed in col. (i)	(vi) Amount paid to (or retained by) organization
		Yes	No			
BLV AGRIBUSINESS CONSULTANTS - 2945 CANONITA DRIVE,	PERSONAL CONTACT WITH INDIVIDUALS		<input checked="" type="checkbox"/>	960,539.	131,684.	828,855.
<b>Total</b>				960,539.	131,684.	828,855.

- 3 List all states in which the organization is registered or licensed to solicit contributions or has been notified it is exempt from registration or licensing.
- AL, AK, AZ, AR, CA, CO, CT, DE, FL, GA, HI, ID, IL, IN, IA, KS, KY, LA, ME, MD, MA, MI, MN, MS, MO, MT, NE, NV, NH, NJ, NM, NY, NC, ND, OH, OK, OR, PA, RI, SC, SD, TN, TX, UT, VT, VA, WA, WV, WI, WY, DC

**Part II Fundraising Events.** Complete if the organization answered "Yes" to Form 990, Part IV, line 18, or reported more than \$15,000 of fundraising event contributions and gross income on Form 990-EZ, lines 1 and 6b. List events with gross receipts greater than \$5,000.

		(a) Event #1	(b) Event #2	(c) Other events	(d) Total events (add col. (a) through col. (c))
		SPRING DINNER (event type)	(event type)	NONE (total number)	
Revenue	<b>1</b> Gross receipts .....	282,836.			282,836.
	<b>2</b> Less: Contributions .....	256,745.			256,745.
	<b>3</b> Gross income (line 1 minus line 2) .....	26,091.			26,091.
Direct Expenses	<b>4</b> Cash prizes .....				
	<b>5</b> Noncash prizes .....				
	<b>6</b> Rent/facility costs .....				
	<b>7</b> Food and beverages .....				
	<b>8</b> Entertainment .....				
	<b>9</b> Other direct expenses .....	78,988.			78,988.
	<b>10</b> Direct expense summary. Add lines 4 through 9 in column (d) .....				78,988.
	<b>11</b> Net income summary. Subtract line 10 from line 3, column (d) .....				-52,897.

**Part III Gaming.** Complete if the organization answered "Yes" to Form 990, Part IV, line 19, or reported more than \$15,000 on Form 990-EZ, line 6a.

		(a) Bingo	(b) Pull tabs/instant bingo/progressive bingo	(c) Other gaming	(d) Total gaming (add col. (a) through col. (c))
Revenue	<b>1</b> Gross revenue .....				
Direct Expenses	<b>2</b> Cash prizes .....				
	<b>3</b> Noncash prizes .....				
	<b>4</b> Rent/facility costs .....				
	<b>5</b> Other direct expenses .....				
	<b>6</b> Volunteer labor .....	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No	
	<b>7</b> Direct expense summary. Add lines 2 through 5 in column (d) .....				
	<b>8</b> Net gaming income summary. Subtract line 7 from line 1, column (d) .....				

**9** Enter the state(s) in which the organization conducts gaming activities: \_\_\_\_\_  
**a** Is the organization licensed to conduct gaming activities in each of these states?  Yes  No  
**b** If "No," explain: \_\_\_\_\_

**10a** Were any of the organization's gaming licenses revoked, suspended or terminated during the tax year?  Yes  No  
**b** If "Yes," explain: \_\_\_\_\_

- 11 Does the organization conduct gaming activities with nonmembers?  Yes  No
- 12 Is the organization a grantor, beneficiary or trustee of a trust or a member of a partnership or other entity formed to administer charitable gaming?  Yes  No
- 13 Indicate the percentage of gaming activity conducted in:
 

a The organization's facility		13a	%
b An outside facility		13b	%
- 14 Enter the name and address of the person who prepares the organization's gaming/special events books and records:

Name ▶ \_\_\_\_\_  
 Address ▶ \_\_\_\_\_

- 15a Does the organization have a contract with a third party from whom the organization receives gaming revenue?  Yes  No
- b If "Yes," enter the amount of gaming revenue received by the organization ▶ \$ \_\_\_\_\_ and the amount of gaming revenue retained by the third party ▶ \$ \_\_\_\_\_.
- c If "Yes," enter name and address of the third party:

Name ▶ \_\_\_\_\_  
 Address ▶ \_\_\_\_\_

16 Gaming manager information:

Name ▶ \_\_\_\_\_  
 Gaming manager compensation ▶ \$ \_\_\_\_\_  
 Description of services provided ▶ \_\_\_\_\_  
 \_\_\_\_\_  
 Director/officer     Employee     Independent contractor

17 Mandatory distributions:

- a Is the organization required under state law to make charitable distributions from the gaming proceeds to retain the state gaming license?  Yes  No
- b Enter the amount of distributions required under state law to be distributed to other exempt organizations or spent in the organization's own exempt activities during the tax year ▶ \$ \_\_\_\_\_

**Part IV Supplemental Information.** Provide the explanations required by Part I, line 2b, columns (iii) and (v), and Part III, lines 9, 9b, 10b, 15b, 15c, 16, and 17b, as applicable. Also provide any additional information (see instructions).

SCHEDULE G, PART I, LINE 2B, LIST OF TEN HIGHEST PAID FUNDRAISERS:

(I) NAME OF FUNDRAISER: BLV AGRIBUSINESS CONSULTANTS  
 (I) ADDRESS OF FUNDRAISER: 2945 CANONITA DRIVE, FALLBROOK, CA 92028-8771

PART I, LINE 2B, COLUMN (V):

CONTRACTED AT AN HOURLY RATE FOR SERVICES UP TO A MAXIMUM CHARGE IN ANY ONE MONTH. MISCELLANEOUS COSTS WILL BE REIMBURSED.

**Part IV** Supplemental Information *(continued)*

Public Inspection  
Copy

**SCHEDULE J  
(Form 990)**

**Compensation Information**

OMB No. 1545-0047

**2014**

Open to Public Inspection

For certain Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

▶ Complete if the organization answered "Yes" on Form 990, Part IV, line 23.

▶ Attach to Form 990.

▶ Information about Schedule J (Form 990) and its instructions is at [www.irs.gov/form990](http://www.irs.gov/form990).

Department of the Treasury  
Internal Revenue Service

Name of the organization

**PACIFIC LEGAL FOUNDATION**

Employer identification number

**94-2197343**

**Part I Questions Regarding Compensation**

**1a** Check the appropriate box(es) if the organization provided any of the following to or for a person listed in Form 990, Part VII, Section A, line 1a. Complete Part III to provide any relevant information regarding these items.

- |  |  |
|--|--|
| <input type="checkbox"/> First-class or charter travel             | <input type="checkbox"/> Housing allowance or residence for personal use |
| <input type="checkbox"/> Travel for companions                     | <input type="checkbox"/> Payments for business use of personal residence |
| <input type="checkbox"/> Tax indemnification and gross-up payments | <input type="checkbox"/> Health or social club dues or initiation fees   |
| <input type="checkbox"/> Discretionary spending account            | <input type="checkbox"/> Personal services (e.g., maid, chauffeur, chef) |

**b** If any of the boxes on line 1a are checked, did the organization follow a written policy regarding payment or reimbursement or provision of all of the expenses described above? If "No," complete Part III to explain

**2** Did the organization require substantiation prior to reimbursing or allowing expenses incurred by all directors, trustees, and officers, including the CEO/Executive Director, regarding the items checked in line 1a?

**3** Indicate which, if any, of the following the filing organization used to establish the compensation of the organization's CEO/Executive Director. Check all that apply. Do not check any boxes for methods used by a related organization to establish compensation of the CEO/Executive Director, but explain in Part III.

- |  |  |
|--|--|
| <input checked="" type="checkbox"/> Compensation committee   | <input type="checkbox"/> Written employment contract                     |
| <input type="checkbox"/> Independent compensation consultant | <input type="checkbox"/> Compensation survey or study                    |
| <input type="checkbox"/> Form 990 of other organizations     | <input type="checkbox"/> Approval by the board or compensation committee |

**4** During the year, did any person listed in Form 990, Part VII, Section A, line 1a, with respect to the filing organization or a related organization:

- |  |           |          |
|--|-----------|----------|
| <b>a</b> Receive a severance payment or change-of-control payment?                             | <b>4a</b> | <b>X</b> |
| <b>b</b> Participate in, or receive payment from, a supplemental nonqualified retirement plan? | <b>4b</b> | <b>X</b> |
| <b>c</b> Participate in, or receive payment from, an equity-based compensation arrangement?    | <b>4c</b> | <b>X</b> |
- If "Yes" to any of lines 4a-c, list the persons and provide the applicable amounts for each item in Part III.

**Only section 501(c)(3), 501(c)(4), and 501(c)(29) organizations must complete lines 5-9.**

**5** For persons listed in Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the revenues of:

- |                                    |           |          |
|------------------------------------|-----------|----------|
| <b>a</b> The organization?         | <b>5a</b> | <b>X</b> |
| <b>b</b> Any related organization? | <b>5b</b> | <b>X</b> |
- If "Yes" to line 5a or 5b, describe in Part III.

**6** For persons listed in Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the net earnings of:

- |                                    |           |          |
|------------------------------------|-----------|----------|
| <b>a</b> The organization?         | <b>6a</b> | <b>X</b> |
| <b>b</b> Any related organization? | <b>6b</b> | <b>X</b> |
- If "Yes" to line 6a or 6b, describe in Part III.

**7** For persons listed in Form 990, Part VII, Section A, line 1a, did the organization provide any non-fixed payments not described in lines 5 and 6? If "Yes," describe in Part III

**8** Were any amounts reported in Form 990, Part VII, paid or accrued pursuant to a contract that was subject to the initial contract exception described in Regulations section 53.4958-4(a)(3)? If "Yes," describe in Part III

**9** If "Yes" to line 8, did the organization also follow the rebuttable presumption procedure described in Regulations section 53.4958-6(c)?

	Yes	No
<b>1b</b>		
<b>2</b>		
<b>4a</b>		<b>X</b>
<b>4b</b>	<b>X</b>	
<b>4c</b>		<b>X</b>
<b>5a</b>		<b>X</b>
<b>5b</b>		<b>X</b>
<b>6a</b>		<b>X</b>
<b>6b</b>		<b>X</b>
<b>7</b>		<b>X</b>
<b>8</b>		<b>X</b>
<b>9</b>		

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule J (Form 990) 2014

**Part II Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees.** Use duplicate copies if additional space is needed.

For each individual whose compensation must be reported in Schedule J, report compensation from the organization on row (i) and from related organizations, described in the instructions, on row (ii). Do not list any individuals that are not listed on Form 990, Part VII.

**Note.** The sum of columns (B)(i)-(iii) for each listed individual must equal the total amount of Form 990, Part VII, Section A, line 1a, applicable column (D) and (E) amounts for that individual.

(A) Name and Title		(B) Breakdown of W-2 and/or 1099-MISC compensation			(C) Retirement and other deferred compensation	(D) Nontaxable benefits	(E) Total of columns (B)(i)-(D)	(F) Compensation in column (B) reported as deferred in prior Form 990
		(i) Base compensation	(ii) Bonus & incentive compensation	(iii) Other reportable compensation				
(1) ROBIN L. RIVETT PRESIDENT & CEO	(i)	276,374.	0.	0.	33,240.	3,904.	313,518.	0.
	(ii)	0.	0.	0.	0.	0.	0.	0.
(2) JAMES S BURLING DIRECTOR OF LITIGATION & A	(i)	206,928.	0.	0.	8,600.	9,493.	225,021.	0.
	(ii)	0.	0.	0.	0.	0.	0.	0.
(3) M. REED HOPPER ATTORNEY	(i)	144,735.	0.	0.	9,886.	10,509.	165,130.	0.
	(ii)	0.	0.	0.	0.	0.	0.	0.
(4) MERIEM HUBBARD ATTORNEY	(i)	146,094.	0.	0.	7,355.	10,254.	163,703.	0.
	(ii)	0.	0.	0.	0.	0.	0.	0.
(5) DAVID BREEMER ATTORNEY	(i)	140,548.	0.	0.	8,335.	6,948.	155,831.	0.
	(ii)	0.	0.	0.	0.	0.	0.	0.
(6) BOB DEAN CHIEF PHILANTHROPY OFFICER	(i)	177,667.	0.	0.	1,352.	5,899.	184,918.	0.
	(ii)	0.	0.	0.	0.	0.	0.	0.
(7) PAUL BEARD II ATTORNEY	(i)	140,208.	0.	0.	5,792.	5,711.	151,711.	0.
	(ii)	0.	0.	0.	0.	0.	0.	0.
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							
	(i)							
	(ii)							



**Part III Supplemental Information**

Provide the information, explanation, or descriptions required for Part I, lines 1a, 1b, 3, 4a, 4b, 4c, 5a, 5b, 6a, 6b, 7, and 8, and for Part II. Also complete this part for any additional information.

PART I, LINE 4B:

ROBIN RIVETT, PRESIDENT & CEO, SUPPLEMENTAL LIFE INSURANCE \$1,600 AND  
SUPPLEMENTAL PENSION OF \$21,000.

Public Inspection  
Copy

**SCHEDULE M  
(Form 990)**

**Noncash Contributions**

OMB No. 1545-0047

**2014**

Open To Public Inspection

Department of the Treasury  
Internal Revenue Service

- ▶ Complete if the organizations answered "Yes" on Form 990, Part IV, lines 29 or 30.
- ▶ Attach to Form 990.
- ▶ Information about Schedule M (Form 990) and its instructions is at [www.irs.gov/form990](http://www.irs.gov/form990).

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

**Part I Types of Property**

	(a) Check if applicable	(b) Number of contributions or items contributed	(c) Noncash contribution amounts reported on Form 990, Part VIII, line 1g	(d) Method of determining noncash contribution amounts
1 Art - Works of art				
2 Art - Historical treasures				
3 Art - Fractional interests				
4 Books and publications				
5 Clothing and household goods				
6 Cars and other vehicles				
7 Boats and planes				
8 Intellectual property				
9 Securities - Publicly traded	X	2	397,939.	NYSE MARKET VALUE
10 Securities - Closely held stock				
11 Securities - Partnership, LLC, or trust interests				
12 Securities - Miscellaneous				
13 Qualified conservation contribution - Historic structures				
14 Qualified conservation contribution - Other				
15 Real estate - Residential				
16 Real estate - Commercial				
17 Real estate - Other				
18 Collectibles				
19 Food inventory				
20 Drugs and medical supplies				
21 Taxidermy				
22 Historical artifacts				
23 Scientific specimens				
24 Archeological artifacts				
25 Other ▶ (TIMESHARE)	X	8	43,444.	FAIR MARKET VALUE
26 Other ▶ (FOOD & WINE)	X	7	12,723.	FAIR MARKET VALUE
27 Other ▶ (MISCELLANEOUS)	X	4	11,953.	FAIR MARKET VALUE
28 Other ▶ ( )				

29 Number of Forms 8283 received by the organization during the tax year for contributions for which the organization completed Form 8283, Part IV, Donee Acknowledgement

29

30a During the year, did the organization receive by contribution any property reported in Part I, lines 1 through 28, that it must hold for at least three years from the date of the initial contribution, and which is not required to be used for exempt purposes for the entire holding period?

	Yes	No
30a		X
31	X	
32a		X
33		

b If "Yes," describe the arrangement in Part II.

31 Does the organization have a gift acceptance policy that requires the review of any non-standard contributions?

32a Does the organization hire or use third parties or related organizations to solicit, process, or sell noncash contributions?

b If "Yes," describe in Part II.

33 If the organization did not report an amount in column (c) for a type of property for which column (a) is checked, describe in Part II.

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule M (Form 990) (2014)

**Part II** **Supplemental Information.** Provide the information required by Part I, lines 30b, 32b, and 33, and whether the organization is reporting in Part I, column (b), the number of contributions, the number of items received, or a combination of both. Also complete this part for any additional information.

Lined area for supplemental information.

Public Inspection Copy

**SCHEDULE O**  
**(Form 990 or 990-EZ)**

Department of the Treasury  
Internal Revenue Service

**Supplemental Information to Form 990 or 990-EZ**

Complete to provide information for responses to specific questions on  
Form 990 or 990-EZ or to provide any additional information.

▶ Attach to Form 990 or 990-EZ.

▶ Information about Schedule O (Form 990 or 990-EZ) and its instructions is at [www.irs.gov/form990](http://www.irs.gov/form990)

OMB No. 1545-0047

**2014**

Open to Public  
Inspection

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

FORM 990, PART I, LINE 1, DESCRIPTION OF ORGANIZATION MISSION:

ALL LEVELS OF THE ADMINISTRATIVE AND JUDICIAL PROCESS; PROTECTING THE  
CONSTITUTIONAL RIGHTS OF ALL AMERICANS.

FORM 990, PART III, LINE 1, DESCRIPTION OF ORGANIZATION MISSION:

PRECEDENTS SAFEGUARDING THE FREEDOMS OF ALL AMERICANS. PLF VIGOROUSLY  
DEFENDS PROPERTY RIGHTS, INDIVIDUAL AND ECONOMIC LIBERTIES, A BALANCED  
APPROACH TO ENVIRONMENT REGULATIONS, AND THE CONSTITUTIONAL GUARANTEES  
OF LIMITED GOVERNMENT. LITIGATING FOR PRINCIPLE NOT PROFIT, PLF  
PROTECTS PEOPLE'S INDIVIDUAL RIGHTS, AND SETS LASTING LEGAL PRECEDENTS  
LIMITING GOVERNMENT TO ITS CONSTITUTIONALLY DELINEATED ROLE.

FORM 990, PART III, LINE 4A, PROGRAM SERVICE ACCOMPLISHMENTS:

SDS FAMILY TRUST V. CALIFORNIA COASTAL COMMISSION

THE CALIFORNIA COASTAL COMMISSION IS REQUIRING AN EASEMENT FOR A MILE  
LONG - 25 TO 50' WIDE PATHWAY ALONG A FAMILY'S PROPERTY AS A CONDITION  
FOR PERMITTING THEM TO REPAIR THEIR FARMHOUSE AND REBUILD THEIR BARN,  
IN THE CAYUCOS AREA OF SAN LUIS OBISPO COUNTY.

PLF ATTORNEYS REPRESENTED THREE SISTERS WHO OWN THE LAND THROUGH A  
FAMILY TRUST ESTABLISHED WITH THEIR LATE FATHER. THE SISTERS ARE MERELY  
SEEKING A PERMIT TO MAKE SOME BASIC REPAIRS ON THEIR HOME AND BARN,  
WHICH WOULD HAVE NO IMPACT ON THE PUBLIC, OR ON ACCESS TO THE COAST.

PLF ATTORNEYS SUCCEEDED IN OBTAINING AN APPELATE DECISION THAT THE

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990 or 990-EZ.

Schedule O (Form 990 or 990-EZ) (2014)

432211  
08-27-14

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

COMMISSION'S DEMANDS (TRYING TO EXACT PROPERTY FOR A PATH WITHOUT  
PAYING FOR IT) AMOUNT TO AN UNCONSTITUTIONAL TAKING.

SANSOTTA V. TOWN OF NAGS HEAD

ROC SANSOTTA AND FIVE OTHER PROPERTY OWNERS OWN BEACHFRONT COTTAGES IN  
NAGS HEAD, NORTH CAROLINA. WHEN A 2009 STORM HIT THE AREA, THE TOWN  
STOPPED THE OWNERS FROM PROTECTING THEIR PROPERTY FROM EROSION. THE  
STORM DID SOME MINOR DAMAGE AND REMOVED SAND FROM AROUND THE HOMES.  
AFTER THE STORM, THE TOWN DECLARED THE COTTAGES TO BE NUISANCES BECAUSE  
THE TOWN HAD DECIDED THE COTTAGES HAD COME TO BE ON "PUBLIC TRUST"  
LANDS. IN THE TOWN'S VIEW, WHENEVER EROSION PUSHES THE VEGETATION LINE  
OR DUNE LINE LANDWARD, ANY PROPERTY THAT IS SEAWARD OF THAT LINE  
INSTANTLY BECOMES PART OF THE PUBLIC BEACH AND MUST BE OPENED UP FOR  
PUBLIC ACCESS, REGARDLESS OF WHETHER IT IS PRIVATELY OWNED AND  
DEVELOPED. UNDER THIS THEORY, THE TOWN DETERMINED THE OWNERS' LOTS WERE  
IMPRESSED WITH A PUBLIC TRUST EASEMENT, ORDERED THE OWNERS TO REMOVE  
THEIR COTTAGES, BARRED THEM FROM REPAIRING STORM DAMAGE AND FINED THEM  
FOR EVERY DAY THE COTTAGES REMAINED IN THEIR HISTORIC LOCATION. THE  
TOWN GAVE THE OWNERS NO ADMINISTRATIVE HEARING BEFORE IT TOOK SUCH  
ACTIONS, OFFERED NO COMPENSATION TO THEM, AND REFUSED TO ENFORCE SUCH  
RESTRICTIONS AGAINST OTHER PROPERTY OWNERS WHO THE TOWN KNEW ALSO OWNED  
COTTAGES ON ALLEGED "PUBLIC TRUST" LANDS. THE COTTAGE OWNERS SUED IN  
STATE COURT, ALLEGING THE TOWN TOOK THEIR PROPERTY WITHOUT JUST  
COMPENSATION AND VIOLATED THEIR FEDERAL DUE PROCESS AND EQUAL  
PROTECTION RIGHTS. THEY ALSO ASSERTED VARIOUS STATE LAW CLAIMS THAT  
EFFECTIVELY SEEK A RULING HOLDING THAT THE COTTAGES ARE NOT ON PUBLIC  
TRUST LANDS. BEFORE THE STATE COURT COULD RULE, THE TOWN REMOVED THE

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

CASE TO THE FEDERAL COURT FOR THE EASTERN DISTRICT OF NORTH CAROLINA. THE FEDERAL DISTRICT COURT THEN RULED IN RESPONSE TO THE TOWN'S MOTION TO DISMISS THAT THE OWNERS HAD TO LITIGATE IN STATE COURT- WHERE THEY WERE BEFORE THE TOWN WITHDREW THE CASE TO FEDERAL COURT BEFORE THEIR TAKINGS CLAIMS COULD BE HEARD IN FEDERAL COURT. THE COURT FURTHER REJECTED THE DUE PROCESS AND EQUAL PROTECTION CLAIMS ON THE MERITS. PLF ATTORNEYS TOOK OVER THE CASE FOR THE OWNERS AT THE FOURTH CIRCUIT COURT OF APPEALS WHERE PLF ARGUED, SUCCESSFULLY, THAT A GOVERNMENT DEFENDANT CANNOT ESCAPE A FEDERAL TAKINGS CLAIM ON THE GROUND THAT IT IS UNRIPE FOR FAILURE TO FIRST LITIGATE THE TAKINGS CLAIM IN STATE COURT WHEN THE GOVERNMENT'S OWN ACTIONS IN REMOVING THE CASE TO FEDERAL COURT PREVENTED THAT VERY STATE COURT LITIGATION. PLF ALSO ARGUED THAT THE TOWN IS LIABLE FOR VIOLATING THEIR FEDERAL PROCEDURAL DUE PROCESS RIGHTS BY FAILING TO GIVE THE COTTAGES OWNERS ADEQUATE PROCESS BEFORE TARGETING THEM FOR REMOVAL. AFTER LOSING IN THE COURT OF APPEALS, THE CITY SETTLED WITH MR. SANSOTTA, BUYING HIS COTTAGES.

CALIFORNIA BUILDING INDUSTRY ASSOCIATION V. CITY OF SAN JOSE

THE CITY OF SAN JOSE'S INCLUSIONARY ZONING ORDINANCE, APPLYING TO RESIDENTIAL DEVELOPMENTS OF AT LEAST 20 HOMES, REQUIRES THAT EITHER 15 PERCENT OF THE HOMES BE SOLD AT BELOW-MARKET PRICES TO BUYERS WITH QUALIFYING INCOME LEVELS, OR A PAYMENT OF A \$122,000 PER HOME AS AN IN-LIEU FEE. THE CALIFORNIA COURT OF APPEAL, SIXTH DISTRICT, HELD IN THIS CASE THAT SAN JOSE'S INCLUSIONARY ZONING ORDINANCE IS AN EXERCISE OF IT POLICE POWER, AND NOT A DEVELOPMENT EXACTION SUBJECT TO HEIGHTENED SCRUTINY. ON APPEAL TO THE CALIFORNIA SUPREME COURT, PLF ARGUES THAT INCLUSIONARY ZONING MANDATES ARE EXACTIONS, SUBJECTED TO

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

HEIGHTENED SCRUTINY UNDER THE FIFTH AMENDMENT'S PROHIBITION ON UNCOMPENSATED TAKINGS, AND THAT UNDER THAT STANDARD THE CITY'S ORDINANCE IS FACIALLY UNCONSTITUTIONAL.

LYNCH V. CALIFORNIA COASTAL COMMISSION

PLF'S CLIENTS, BARBARA LYNCH AND THOMAS FRICK, ARE BLUFF-TOP HOMEOWNERS IN ENCINITAS. THEIR HOMES (AND THE SAFETY OF PEOPLE ON THE BEACH BELOW) ARE ENDANGERED BECAUSE SEVERE STORMS AND EROSION CAUSED DISASTROUS BLUFF COLLAPSES IN 2010, DESTROYING THEIR SEAWALL AND THE LOWER PORTION OF THEIR LONG-EXISTING STAIRWAY TO THE BEACH.

THE CITY GAVE THEM PERMISSION TO REBUILD THE SEAWALL AND THE STAIRWAY (IN THE SAME LOCATION AND DIMENSIONS AS BEFORE) BUT THE CALIFORNIA COASTAL COMMISSION REFUSED TO AFFIRM THAT APPROVAL. THE COMMISSION DENIED, OUTRIGHT, PERMISSION TO REPLACE THE STAIRWAY, INVOKING A MUNICIPAL CODE PROVISION BANNING "NEW" STAIRWAYS AND REQUIRING THE PHASE-OUT OF EXISTING PRIVATELY OWNED STAIRWAYS. AS FOR THE NEW SEAWALL, THE COMMISSION SAID IT COULD BE BUILT BUT THE PERMIT WOULD LAST ONLY TWO DECADES, AT WHICH TIME THE OWNERS WOULD HAVE TO APPLY FOR A NEW PERMIT OR TEAR OUT THE STRUCTURE.

IN ACCORDANCE WITH PLF ARGUMENTS, THE STATE TRIAL COURT HELD THAT THE COASTAL COMMISSION VIOLATED THE COASTAL ACT BY BOTH OF THESE RULINGS. AFTER AN APPELATE COURT REVERSED, PLF HAS TAKEN THE CASE TO THE CALIFORNIA SUPREME COURT WHERE PLF IS ARGUING THAT THE COMMISSION DID INDEED LACK AUTHORITY TO VETO THE RECONSTRUCTION OF A PRIVATE STAIRWAY THAT WAS DESTROYED BY A STORM, AND TO PLACE A 20 YEAR EXPIRATION DATE ON A NEW SEAWALL PERMIT. THE COMMISSION CANNOT STOP PROPERTY OWNERS

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

FROM PROTECTING THEIR HOMES.

BUILDING INDUSTRY ASSOCIATION-BAY AREA V. CITY OF SAN RAMON

PLF ATTORNEYS ARE CHALLENGING SAN RAMON'S NEW SPECIAL PROPERTY TAX DISTRICT, WHICH WILL LEVY A TAX ON LANDOWNERS WITHOUT PROVIDING ANY ADDITIONAL SERVICES. THE MELLO-ROOS ACT SPECIFICALLY FORBIDS SUCH A "PAY SOMETHING - GET NOTHING" SPECIAL PROPERTY TAX. AND BECAUSE THE PROCEEDS WILL BE USED FOR GENERAL GOVERNMENT SERVICES, THE TAX ALSO VIOLATES CALIFORNIA'S PROPOSITION 218, WHICH REQUIRES VOTER APPROVAL FOR "GENERAL" TAXES.

ARRIGONI ENTERPRISES LLC. V. DURHAM PLANNING & ZONING COMM., & DURHAM ZONING BOARD OF APPEALS, CT

THE ARRIGONI FAMILY OWNS A 9-ACRE PARCEL OF LAND IN DURHAM, CONNECTICUT. IT HAS BEEN TRYING TO DEVELOP IT FOR THE PAST DECADE. ALTHOUGH THE LAND IS ZONED FOR LIGHT INDUSTRIAL USE, THE TOWN REFUSED TO ALLOW BUILDING ON THE PROPERTY BECAUSE IT WOULD REQUIRE ROCK EXCAVATION AND CRUSHING, WHICH THE ZONING DOES NOT ALLOW. HOWEVER, THE TOWN APPROVED DEVELOPMENT ON NEIGHBORING PARCELS, EVEN THOUGH EXCAVATION AND CRUSHING WERE REQUIRED THERE. THE TOWN DENIED THE FAMILY'S REQUESTS TO CHANGE THE ZONING TO ALLOW FOR EXCAVATION, TO OBTAIN A VARIANCE FROM THE EXCAVATION RESTRICTION OR TO PROCESS A SPECIAL PERMIT FOR THE EXCAVATION. PLF ATTORNEYS TOOK OVER REPRESENTATION OF THE CASE IN THE SECOND CIRCUIT COURT OF APPEAL WHERE THEY SEEK TO VINDICATE THE ARRIGONI'S CONSTITUTIONAL RIGHT TO USE AND DEVELOP THEIR PROPERTY.



Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

FORM 990, PART III, LINE 4A, DESCRIPTION OF PROGRAM SERVICE:

DANIEL AND MARIA LEVIN V. CITY AND COUNTY OF SAN FRANCISCO

PLF IS CHALLENGING SAN FRANCISCO'S NEW "RELOCATION ASSISTANCE PAYMENT ORDINANCE", BECAUSE IT REQUIRES RENTAL PROPERTY OWNERS TO PAY THEIR TENANTS OPPRESSIVE AND UNCONSTITUTIONAL SUMS OF MONEY BEFORE THE OWNERS CAN REGAIN PERSONAL USE OF THEIR PROPERTY (MONEY THE TENANTS CAN USE FOR ANY PRIVATE PURPOSE THEY WISH). PLF ATTORNEYS FILED THE CHALLENGE ON BEHALF OF HOMEOWNERS DANIEL AND MARIA LEVIN, A MARRIED COUPLE WHO OWN A SMALL TWO-UNIT, 2-STORY HOUSE ON LOMBARD STREET. THEY LIVE IN THE UPPER UNIT, BUT ARE EFFECTIVELY DENIED THE RIGHT TO TAKE OCCUPANCY OF THE LOWER UNIT, BECAUSE OF THE COSTLY "TENANT RELOCATION" FEE (\$117,000, IN THEIR CASE) REQUIRED BY THE NEW ORDINANCE. PLF ATTORNEYS ALSO REPRESENT TWO ASSOCIATIONS OF RESIDENTIAL RENTAL PROPERTY OWNERS (THE SAN FRANCISCO APARTMENT ASSOCIATION AND THE COALITION FOR BETTER HOUSING) AND PARKLANE ASSOCIATES, OWNER OF AN APARTMENT BUILDING SUBJECT TO THE ORDINANCE. PLF WON A VICTORY IN THE FEDERAL TRIAL COURT THAT RULED THE FEE IS UNCONSTITUTIONAL AND THE CITY HAS APPEALED.

LIPPMAN V. CITY OF OAKLAND

CALIFORNIA LAW GUARANTEES EVERY INDIVIDUAL THE RIGHT TO AN APPEAL OF BUILDING CODE VIOLATIONS TO A NEUTRAL APPEALS BOARD OR THE CITY COUNCIL. OAKLAND HAS REFUSED TO ALLOW PROPERTY OWNERS THIS RIGHT, DESPITE A RECENT GRAND JURY REPORT CONDEMNING ITS BUILDING SERVICES DIVISION FOR ITS ARBITRARY ENFORCEMENT AND ABUSIVE APPEAL PROCEDURES.

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

INSTEAD, OAKLAND ONLY ALLOWS AN APPEAL TO A HEARING OFFICER APPOINTED BY THE ENFORCEMENT AGENCY. PLF IS REPRESENTING THOMAS LIPPMAN, AN OAKLAND LANDLORD, IN A CHALLENGE TO THIS UNFAIR PROCESS AND CONTESTING THE IMPOSITION OF MORE THAN \$10,000 IN FEES WITHOUT EVER GIVING HIM A PROPER STATE LAW-REQUIRED APPEAL.

NIES V. TOWN OF EMERALD ISLE

THE NIES OWN A HOME AND LAND ALONG THE BEACH IN THE TOWN OF EMERALD ISLE, NORTH CAROLINA. UNDER TRADITIONAL NORTH CAROLINA LAW, THE "WET" BEACH IS PUBLIC PROPERTY, BUT THE DRY SAND AREA LYING UPLAND OF THE WET BEACH (WHERE THE NIES' PROPERTY IS LOCATED) IS PRIVATELY OWNED. THE TOWN HAS, HOWEVER, RECENTLY ADOPTED SEVERAL ORDINANCES THAT MAKE ALL PRIVATE DRY SAND AREAS INTO A ROAD AVAILABLE FOR USE BY THE TOWN AND GENERAL PUBLIC. ONE TOWN LAW CREATES A TWENTY-FOOT EXPRESS LANE ON THE NIES' DRY SAND PROPERTY FOR TOWN VEHICLES OF ALL VARIETIES. GARBAGE TRUCKS, POLICE CARS, AND TOWN ALL-TERRAIN VEHICLES NOW REGULARLY CROSS THE NIES' PROPERTY UNDER PURPORTED AUTHORITY OF THE LAW. THE SECOND TOWN ORDINANCE ALLOWS THE GENERAL PUBLIC TO DRIVE AND PARK ON THE NIES' DRY SAND PROPERTY FOR MUCH OF THE YEAR UPON PAYING A FEE TO THE TOWN. GARBAGE AND UNSAFE TIRE RUTS ARE LEFT BEHIND. THE TOWN HAS NEVER COMPENSATED THE NIES' FOR THE RIGHT TO USE THEIR LAND AS A ROAD. THEREFORE, THE NIES SUED THE TOWN IN STATE COURT, ARGUING THAT THE TOWN IS TAKING ITS PROPERTY, WITHOUT JUST COMPENSATION. AFTER LOSING IN THE TRIAL COURT, THE NIES HAVE APPEALED TO THE NORTH CAROLINA COURT OF APPEALS. PACIFIC LEGAL FOUNDATION ATTORNEYS HAVE BEEN ADMITTED TO THE COURT TO DIRECTLY REPRESENT THE NIES IN THEIR FIGHT TO BE FREE FROM AN UNCOMPENSATED PHYSICAL INVASION OF THEIR PROPERTY BY THE PUBLIC. AT THE

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

CORE OF THE CASE IS THE TOWN'S CLAIM THAT PRIVATE DRY BEACH AREAS ARE SUBJECT TO AN IMPLICIT "PUBLIC TRUST" EASEMENT UNDER NORTH CAROLINA LAW THAT ALLOWS THE PUBLIC (AND TOWN) TO USE THOSE AREAS AT WILL. THE TOWN CLAIMS ITS LAWS HAVE TAKEN NOTHING FROM THE NIES BECAUSE IT BELIEVES THE TITLE TO THEIR DRY SAND AREAS HAS ALWAYS BEEN BURDENED BY PUBLIC ACCESS RIGHTS THAT THE TOWN MAY ENFORCE. UNFORTUNATELY FOR THE TOWN, STATE LAW SAYS NOTHING OF THE SORT. THE PUBLIC DOES HAVE BEACH RIGHTS - BUT ONLY ON STATE-OWNED WET BEACHES SEAWARD OF THE MEAN HIGH TIDE LINE. UPLAND AREAS LIKE THE NIES' PROPERTY ARE FULLY PRIVATE. AS A RESULT, THE TOWN MUST CONDEMN THAT PROPERTY IF IT WANTS ACCESS.

ST. JOHNS RIVER WATER MANAGEMENT DISTRICT V. COY A. KOONTZ

COY A. KOONTZ WANTS TO DEVELOP COMMERCIAL LAND, PART OF WHICH LIES WITHIN A RIPARIAN HABITAT PROTECTION ZONE IN ORANGE COUNTY, FLORIDA. HE APPLIED FOR A DREDGE AND FILL PERMIT WITH THE ST. JOHNS RIVER WATER MANAGEMENT DISTRICT. ST. JOHNS AGREED TO GRANT THE PERMIT, BUT ONLY ON THE CONDITION THAT HE PLACE A CONSERVATION EASEMENT OVER MUCH OF HIS LAND, AND PERFORM MITIGATION OFF-SITE BY REPLACING CULVERTS AND PLUGGING CERTAIN DRAINAGE CANALS ON OTHER PROPERTIES OWNED BY THE STATE AND MILES AWAY FROM THE KOONTZ'S PROPERTY. WHEN KOONTZ REFUSED TO PERFORM THE OFF-SITE MITIGATION, ST. JOHNS DENIED THE PERMIT.

KOONTZ FILED AN INVERSE CONDEMNATION SUIT IN CIRCUIT COURT. KOONTZ ARGUED THAT THE OFF-SITE MITIGATION REQUIREMENT VIOLATED NOLLAN V. CALIFORNIA COASTAL COMMISSION AND DOLAN V. TIGARD. THE CIRCUIT COURT APPLIED NOLLAN AND DOLAN, HOLDING THAT THE REQUIREMENT BORE NO CONNECTION TO THE PROJECT'S ALLEGED IMPACTS ON THE RIPARIAN HABITAT

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

PROTECTION ZONE. THE COURT AWARDED KOONTZ COMPENSATION FOR A TEMPORARY TAKING.

THE COURT OF APPEALS AFFIRMED, BUT THE FLORIDA SUPREME COURT REVERSED. THE STATE SUPREME COURT HELD THAT NO TAKING UNDER NOLLAN AND DOLAN HAD OCCURRED, BECAUSE (1) NOLLAN AND DOLAN APPLY ONLY TO FORCED DEDICATIONS OF INTERESTS IN REAL PROPERTY (NOT TO MITIGATION WORK); AND (2) NOLLAN AND DOLAN APPLY ONLY WHEN GOVERNMENT APPROVES AND ISSUES A PERMIT WITH CONDITIONS (NOT WHEN IT DENIES A PERMIT, AND THEREFORE NOTHING HAS BEEN DEMANDED OF OR TAKEN FROM THE LANDOWNER).

PLF FILED A PETITION TO CERTIORARI ON BEHALF OF KOONTZ IN THE UNITED STATES SUPREME COURT WHICH WAS GRANTED AFTER WHICH THE COURT RULED THAT: (1) NOLLAN AND DOLAN APPLY TO AN EXACTION WHERE GOVERNMENT DEMANDS THAT THE APPLICANT PAY FOR OFF-SITE MITIGATION; AND (2) THE NOLLAN/DOLAN DOCTRINES EXTEND TO PERMIT EXACTIONS EVEN WHERE THE PERMIT WAS NOT ISSUED DUE TO THE APPLICANT'S REJECTION OF AN UNCONSTITUTIONAL EXACTION. THE CASE IS NOW BEFORE THE FLORIDA COURTS FOR A DETERMINATION OF DAMAGES.

KENTNER, ET AL. V. CITY OF SANIBEL

THE CITY OF SANIBEL, FLORIDA, ENACTED AN ORDINANCE THAT PROHIBITS NEW CONSTRUCTION OF DOCKS AND ACCESSORY PIERS WITHIN AN AREA FRONTING SAN CARLOS BAY. THE PETITIONERS (OWNERS OF WATERFRONT PROPERTY) CHALLENGED THE ORDINANCE, CLAIMING THAT THE OUTRIGHT BAN ON NEW DOCKS VIOLATES SUBSTANTIVE DUE PROCESS. THE DISTRICT COURT, HOWEVER, CONCLUDED THAT TRADITIONAL PROPERTY RIGHTS ARE NOT PROTECTED BY DUE PROCESS, AND GRANTED SANIBEL'S MOTION TO DISMISS THE LAWSUIT. THE ELEVENTH CIRCUIT

Name of the organization PACIFIC LEGAL FOUNDATION	Employer identification number 94-2197343
--	--

AFFIRMED, CONCLUDING THAT, AS A MATTER OF CIRCUIT LAW, TRADITIONAL PROPERTY RIGHTS ARE NOT AMONG THE FUNDAMENTAL RIGHTS AND PRIVILEGES PROTECTED BY THE DUE PROCESS CLAUSE. PLF'S PETITION FOR CERTIORARI NOTES THAT THE RIGHT TO PROPERTY IS A FUNDAMENTAL RIGHT IMPLICIT IN THE CONCEPT OF ORDERED LIBERTY, AND THE ELEVENTH CIRCUIT'S DECISION CONFLICTS WITH THE DECISIONS OF OTHER CIRCUIT COURTS OF APPEALS AND THE UNITED STATES SUPREME COURT.

PLF ATTORNEYS DIRECTLY REPRESENT THE KENTNERS AND SEVERAL OTHER PROPERTY OWNERS IN CHALLENGING THE ORDINANCE AS A VIOLATION OF THEIR PROPERTY RIGHTS UNDER THE DUE PROCESS CLAUSE OF THE FOURTEENTH AMENDMENT TO THE U.S. CONSTITUTION.

BREINIG V. MARTIN COUNTY

THREE YEARS AGO, THE BREINIGS BOUGHT FLASH BEACH GRILLE IN HOBE SOUND, FLORIDA. THEY SOUGHT A PERMIT TO EXPAND THEIR RESTAURANT AND LEARNED THAT THE COUNTY WOULD NOT GRANT IT BECAUSE EXPANSION WOULD VIOLATE THE COUNTY'S UNRECORDED CONSERVATION EASEMENT, CREATED IN 1990 BY THE PRIOR OWNERS. HOWEVER, STATE LAW DOES NOT PERMIT ENFORCEMENT OF SECRET UNRECORDED EASEMENTS AGAINST INNOCENT BUYERS LIKE THE BREINIGS. PLF REPRESENTED THE BREINIGS IN A LAWSUIT AGAINST TO NULLIFY THE EASEMENT AND REQUIRE THE PERMIT BE ISSUED. ULTIMATELY THE COUNTY CAPITULATED BY GRANTING THE PERMIT.

FORM 990, PART III, LINE 4A, DESCRIPTION OF PROGRAM SERVICE:

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

STEWART AND JASPER ORCHARDS V. JEWELL, ET AL

IN A MISGUIDED PROGRAM TO HELP A FISH THAT'S ON THE ENDANGERED SPECIES ACT LIST (THE DELTA SMELT) FEDERAL RESTRICTIONS HAVE SEVERELY CUT THE PUMPING INTO THE WATER SYSTEM THAT SERVES MILLIONS OF PEOPLE IN CENTRAL AND SOUTHERN CALIFORNIA. THESE ARE THE MOST DRASTIC CUTS EVER TO CALIFORNIA WATER HAVING THE BIGGEST IMPACT ANYWHERE IN THE NATION ACCORDING TO CALIFORNIA WATER AGENCIES. WHILE FARMS AND BUSINESSES ARE RECEIVING LITTLE CONTRACTED FOR WATER, MORE THAN 81-BILLION GALLONS OF WATER ARE FLOWING OUT TO THE OCEAN UNDER FEDERAL RESTRICTIONS. THAT'S ENOUGH WATER TO PUT 85,000 ACRES OF FARMLAND BACK INTO PRODUCTION. IN THE CENTRAL VALLEY, CALIFORNIA'S AGRICULTURAL HEARTLAND, THOUSANDS OF JOBS ARE THREATENED BY THE PUMPING CUTBACKS. IN SOME URBAN COMMUNITIES OF SOUTHERN CALIFORNIA, WATER RATES HAVE SKYROCKETED AND RATIONING IS A PROSPECT. MOREOVER, IN A REAL SENSE, NATIONAL SECURITY IS ALSO AT ISSUE: BY KEEPING WATER FROM AMERICA'S BREADBASKET, WE BECOME MORE DEPENDENT ON FOREIGN SOURCES FOR THE MOST BASIC NEED OF LIFE: FOOD. REPRESENTING FARMERS AFFECTED BY THE WATER CUTBACKS, PLF BROUGHT A FEDERAL LAWSUIT ARGUING THAT THE FISH AND WILDLIFE SERVICE FAILED TO TAKE INTO ACCOUNT THE ECONOMIC IMPACTS OF THE SMELT WATER CUTBACKS, AS WELL AS QUESTIONING THE FEDERAL GOVERNMENT'S AUTHORITY TO REGULATE A NONCOMMERCIAL, INTRASTATE SPECIES UNDER THE CONSTITUTION'S COMMERCE CLAUSE.

CALIFORNIA ASSOCIATION FOR RECREATIONAL FISHING V. DEPT OF FISH &amp; GAME

THE CALIFORNIA DEPARTMENT OF FISH AND WILDLIFE (CDFN) IMPOSED

SIGNIFICANT RESTRICTIONS ON FISH STOCKING COMPANIES (INCLUDING

Name of the organization PACIFIC LEGAL FOUNDATION	Employer identification number 94-2197343
--	--

HATCHERIES AND PRIVATE FISHING LAKES AND PONDS) THAT WOULD THREATEN THEIR ABILITY TO STAY IN BUSINESS. THE REGULATIONS WERE BASED ON THE UNSCIENTIFIC PREMISE THAT ANY STOCKED FISH, EVEN IN PRIVATE SELF CONTAINED LAKES, HAVE NEGATIVE EFFECTS ON INDIGENOUS SPECIES AND HABITAT.

PLF ATTORNEYS REPRESENTED THE CALIFORNIA ASSOCIATION FOR RECREATIONAL FISHING (CARF) IN CHALLENGING THESE REGULATIONS. CARF IS A PUBLIC INTEREST ORGANIZATION WHOSE MEMBERS INCLUDE PRIVATE FISH HATCHERIES AND FISHING LAKE OPERATORS AS WELL AS PROPERTY OWNERS AND RECREATIONAL FISHERMEN AND WOMEN, AS WELL AS SMALL BUSINESSES THAT RELY ON RECREATIONAL FISHING FOR THEIR LIVELIHOOD.

PEOPLE FOR THE ETHICAL TREATMENT OF PROPERTY OWNERS V., U.S. FISH AND WILDLIFE SERVICE

PEOPLE FOR THE ETHICAL TREATMENT OF PROPERTY OWNERS WAS FORMED BY RESIDENTS OF SOUTHWESTERN UTAH WHO HAVE SUFFERED FOR DECADES UNDER EXTREMELY BURDENSOME ESA REGULATIONS REGARDING THE UTAH PRAIRIE DOG. RESIDENTS HAVE BEEN PREVENTED FROM BUILDING HOMES, STARTING BUSINESSES, AND PROTECTING THEIR PROPERTY FROM THE RODENT. THE LOCAL GOVERNMENT (CEDAR CITY) HAS BEEN UNABLE TO PROTECT RECREATIONAL FIELDS, THE LOCAL AIRPORT, AND THE CEMETERY FROM THE BARKING, TUNNELING, BURROWING CREATURE. LIKE ALL OF US, THE ORGANIZATION DOESN'T WANT TO SEE THE SPECIES GO EXTINCT. HOWEVER, WOULD LIKE THE PRAIRIE DOGS TO BE MOVED FROM RESIDENTIAL AND DEVELOPED NEIGHBORHOODS TO NATURAL AREAS ON PUBLIC LANDS. UNDER ESA REGULATIONS, DOING SO WOULD BE A CRIME.

THE IMPACTS OF THE REGULATION ARE SO SEVERE BECAUSE THERE ARE

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

APPROXIMATELY 40,000 PRAIRIE DOGS IN THIS SMALL REGION - A NEAR DOUBLING IN POPULATION FROM WHERE IT WAS A FEW DECADES AGO. THREE QUARTERS OF THESE ANIMALS ARE ON PRIVATE PROPERTY. PLF REPRESENTS PETPO AND ARGUES THT THE FEDERAL GOVERNMENT HAS NO CONSTITUTIONAL AUTHORITY TO REGULATE CONDUCT AFFECTING THE UTAH PRAIRIE DOG.

THE FEDERAL GOVERNMENT CONTENDS, HOWEVER, THAT THE REGULATION IS CONSTITUTIONAL UNDER THE COMMERCE CLAUSE OF THE CONSTITUTION DESPITE THE FACT THAT THE SPECIES IS FOUND ONLY IN UTAH AND IS INVOLVED IN NO ECONOMIC ACTIVITY. UNDER THE CONSTITUTION, STATES ARE CHARGED WITH REGULATING LOCAL ENVIRONMENTAL ISSUES LIKE THIS. THE DISTRICT COURT AGREED WITH PLF AND STRUCK DOWN THE UNCONSTITUTIONAL REGULATION, AND SINCE THEN, THE STATE OF UTAH HAS SET OUT TO SHOW THAT IT CAN PROTECT THE ANIMAL WITHOUT IMPOSING SUCH SEVERE BURDENS ON INDIVIDUALS. THE FEDERAL GOVERNMENT HAS APPEALED.

COALITION OF LABOR, AGRICULTURE AND BUSINESS V. U.S. FISH AND WILDLIFE SERVICE

PACIFIC LEGAL FOUNDATION (PLF) HAS PETITIONED THE U.S. FISH AND WILDLIFE SERVICE FOR THE REMOVAL OF THE CALIFORNIA GNATCATCHER FROM THE FEDERAL ENDANGERED SPECIES ACT LIST. THE GNATCATCHER'S LISTING AS "THREATENED" ON THE ESA LIST HAS LED TO SEVERE RESTRICTIONS ON LAND USE ACROSS VAST AREAS OF SOUTHERN CALIFORNIA. THE SERVICE ITSELF HAS ESTIMATED THAT THE ECONOMIC IMPACT OF THESE RESTRICTIONS WILL COST OVER \$900 MILLION BY YEAR 2025.

THE PLF PETITION URGED THE REMOVAL OF THE GNATCATCHER FROM THE ESA LIST ON THE GROUNDS THAT THE SPECIES IS NOT ACTUALLY THREATENED. RATHER, BIOLOGICAL STUDIES HAVE FOUND THAT THE GNATCATCHER IN SOUTHERN



Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

CALIFORNIA IS PART OF THE SAME SPECIES OF GNATCATCHER THAT EXISTS IN ABUNDANCE IN MEXICO.

THE DELISTING PETITION WAS FILED ON BEHALF OF THE PROPERTY OWNERS ASSOCIATION OF RIVERSIDE COUNTY, THE CENTER FOR ENVIRONMENTAL SCIENCE, ACCURACY & RELIABILITY (CESAR), AND THE COALITION OF LABOR, AGRICULTURE, AND BUSINESS (COLAB).

MARKLE V. U.S. FISH AND WILDLIFE SERVICE

CAN FEDERAL OFFICIALS LABEL PRIVATE PROPERTY AS "CRITICAL HABITAT" FOR AN ENDANGERED SPECIES, WHEN IT IS ACKNOWLEDGED THAT THE PROPERTY IS USELESS FOR THE SPECIES, AND MAY NEVER BE USABLE HABITAT? THIS IS WHAT THE U.S. FISH AND WILDLIFE SERVICE HAS DONE IN THE MATTER OF THE DUSKY GOPHER FROG IN THE GULF COAST REGION. IN JUNE, 2012, WHEN THE AGENCY DESIGNATED "CRITICAL HABITAT" FOR THE SPECIES, REGULATORS STRETCHED THE ENDANGERED SPECIES ACT BEYOND ANY PREVIOUS INTERPRETATION BY INCLUDING 1,544 ACRES OF PRIVATE PROPERTY IN ST. TAMMANY PARISH, LOUISIANA, THAT IS MANIFESTLY UNSUITABLE HABITAT FOR THE FROG. IN FACT, THE SERVICE ITSELF ADMITS AS MUCH. THE DESIGNATION OF THIS FORESTED AREA IS BASED ON PURE SPECULATION THAT THE LAND MIGHT SOMEDAY BE MANAGED BY PRIVATE PARTIES FOR THE SPECIES' CONSERVATION. HOWEVER, THE ONLY WAY TO MAKE THIS AREA SUITABLE FOR HABITAT IS THROUGH CONTROLLED BURNS AND REVEGETATION, WHICH THE SERVICE ADMITS IT CANNOT MANDATE ON PRIVATE LAND. PLF IS REPRESENTING THE PROPERTY'S OWNERS IN CHALLENGING THIS UNJUSTIFIED FEDERAL TARGETING OF THEIR LAND. UNDER THE ESA, CRITICAL HABITAT MUST ACTUALLY CONTAIN THE PHYSICAL AND BIOLOGICAL FEATURES ESSENTIAL TO THE CONSERVATION OF THE SPECIES. IF PROPERTY CAN BE

Name of the organization PACIFIC LEGAL FOUNDATION	Employer identification number 94-2197343
--	--

DESIGNATED EVEN THOUGH IT ISN'T USABLE AS HABITAT AND HAS NO ESSENTIAL FEATURES, THERE ARE NO LIMITS ON THE AMOUNT OR LOCATION OF PRIVATE LAND THAT CAN BE ROPED OFF BY FEDERAL DECREE. REGULATORS CAN IMPOSE RESTRICTIONS ON ANYONE'S PROPERTY, ANYWHERE, MERELY BY CLAIMING IT COULD SOMEDAY, IN SOME SPECULATIVE WAY, BE USED FOR SPECIES RECOVERY. THIS CASE IS ON APPEAL.

FORM 990, PART III, LINE 4A, DESCRIPTION OF PROGRAM SERVICE:

CALIFORNIA SEA URCHIN COMMISSION, CALIFORNIA ABALONE ASSOCIATION, CALIFORNIA LOBSTER AND TRAP FISHERMEN'S ASSOCIATION, AND COMMERCIAL FISHERMEN OF SANTA BARBARA V. JACOBSON, ET AL.

CONCERNED THAT OIL SPILLS THREATENED TO WIPE OUT THE SEA OTTER THROUGH ITS ENTIRE RANGE, THE FISH AND WILDLIFE SERVICE SOUGHT PERMISSION FROM CONGRESS TO CREATE AN EXPERIMENTAL POPULATION OF OTTERS TO BE LOCATED ON SAN NICHOLAS ISLAND, WHICH COULD BE USED TO REPOPULATE THE RANGE IN THE EVENT OF AN OIL SPILL. THE SERVICE NEEDED EXPRESS AUTHORIZATION FROM CONGRESS TO IMPLEMENT THIS PROGRAM, WHICH IT RECEIVED. BUT BECAUSE OTTERS CAN DESTROY SHELL FISHERIES DUE TO THEIR VORACIOUS APPETITES, THE PUBLIC LAW THAT AUTHORIZED THE PROGRAM (99 P.L. 625), STRUCK A CAREFUL BALANCE BETWEEN THE SEA OTTERS AND THE LOCAL FISHERIES THAT WOULD BE THREATENED IF THE OTTERS EXPANDED FROM SAN NICHOLAS ISLAND. CONGRESS COMMANDED THE SERVICE TO ESTABLISH A MANAGEMENT ZONE AROUND THE EXPERIMENTAL POPULATION. CONGRESS EXPRESSLY REQUIRED THE SERVICE TO REMOVE OTTERS FOUND IN THIS AREA, AND EXEMPTED ANY INCIDENTAL TAKES IN THE ZONE. THE SERVICE SET UP A TRANSLOCATION PROGRAM IN 1987 AND, INITIALLY, COMPLIED WITH THE REQUIREMENTS OF THE ACT. IN 1993, HOWEVER,

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

THE SERVICE DECIDED TO STOP ALL CONTAINMENT ACTIVITIES WITHIN THE MANAGEMENT ZONE. ON DECEMBER 19, 2012, THE SERVICE PUBLISHED A FINAL RULE FORMALLY TERMINATING THE MANAGEMENT ZONE AND THE INCIDENTAL TAKE EXEMPTION. IN EFFECT, THE SERVICE DECIDED TO RENEGE ON THE COMPROMISE STRUCK BY CONGRESS WITH FISHERMEN.

THE UNCHECKED SPREAD OF THE SOUTHERN SEA OTTER INTO THE MANAGEMENT ZONE WILL HAVE SERIOUS CONSEQUENCES FOR THE LOCAL ENVIRONMENT, FISHERIES, AND INDUSTRY. THE SEA OTTER VORACIOUSLY CONSUMES SHELLFISH, INCLUDING ENDANGERED ABALONE. THE CALIFORNIA ABALONE ASSOCIATION HAS BEEN WORKING WITH THE STATE TO LIFT A MORATORIUM ON ABALONE DIVING BUT IF THE SEA OTTER CONTINUES TO SPREAD, THIS WORK WILL BE FOR NAUGHT BECAUSE THE SEA OTTER WILL LIKELY WIPE OUT THE ABALONE POPULATION. THE SEA OTTER ALSO CONSUMES SEA URCHIN, AND ITS UNCHECKED MOVE INTO THE MANAGEMENT ZONE WILL ALSO DEVASTATE SEA URCHIN FISHERIES. THERE ARE MANY LOCAL BUSINESSES THAT RELY ON A THRIVING FISHERY, INCLUDING FISHERMEN AND BUSINESSES THAT PROCESS THE CATCH WHICH WILL BE DEVASTATED BY THE SERVICE'S ACTION. REPRESENTING THE CALIFORNIA SEA URCHIN COMMISSION, THE CALIFORNIA ABALONE ASSOCIATION, THE CALIFORNIA LOBSTER AND TRAP FISHERMEN ASSOCIATION, AND THE COMMERCIAL FISHERMEN OF SANTA BARBARA IN A LAWSUIT, PLF ARGUES THAT THE SERVICE HAD NO ADMINISTRATIVE AUTHORITY TO TERMINATE THE SEA OTTER MANAGEMENT ZONE AROUND SAN NICHOLAS ISLAND.

SAVE CRYSTAL RIVER, INC. V. U.S. FISH & WILDLIFE SERVICE

IN THIS ACTION, PLF ATTORNEYS REPRESENT SAVE CRYSTAL RIVER, INC., A NONPROFIT COALITION AND PARTNERSHIP OF FRIENDS, NEIGHBORS, YOUNG PARENTS, RETIREES, CAREER PROFESSIONALS, BUSINESS OWNERS, RESIDENTS, AND COMMUNITY LEADERS WHO ARE UNITED IN THEIR COMMITMENT TO MAINTAIN

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

AND PROTECT THE UNIQUE QUALITY OF LIFE FOR ALL PEOPLE IN THE COMMUNITY OF CRYSTAL RIVER, CITRUS COUNTY, FLORIDA. ON BEHALF OF SAVE CRYSTAL RIVER, INC., PLF PETITIONED THE UNITED STATES FISH AND WILDLIFE SERVICE (USFWS) TO DOWNLIST WEST INDIAN MANATEE (TRICHECHUS MANATUS) FROM ENDANGERED TO THREATENED SPECIES. PLF CONTENDS THAT USFWS HAS A LEGAL DUTY, UNDER THE ENDANGERED SPECIES ACT, TO IMPLEMENT THIS DOWNLISTING, BECAUSE THE SPECIES NO LONGER QUALIFIES AS ENDANGERED, ACCORDING TO THE AGENCY'S OWN FINDINGS.

IN 2007, WHEN USFWS CONDUCTED A 5-YEAR REVIEW OF THE WEST INDIAN MANATEE, WHICH INCLUDES THE SUB-SPECIES FLORIDA AND ANTILLEAN MANATEE, THE AGENCY CONCLUDED THAT DOWNLISTING FROM ENDANGERED TO THREATENED WAS WARRANTED. THE 5-YEAR REVIEW REQUIREMENT, REQUIRED BY THE ENDANGERED SPECIES ACT (ESA), ALLOWS THE GOVERNMENT TO ASCERTAIN, ON A REGULAR BASIS, WHETHER A LISTED SPECIES STILL REQUIRES ESA PROTECTIONS AND, IF SO AT WHAT LEVEL. THE 2007 REVIEW RECOMMENDED THAT THE WEST INDIAN MANATEE BE DOWNLISTED FROM ITS CURRENT ENDANGERED STATUS TO THE STATUS OF THREATENED. THE REVIEW RELIED HEAVILY UPON INFORMATION PROVIDED BY THE FLORIDA FISH AND WILDLIFE CONSERVATION COMMISSION (FWC). MORE THAN FIVE YEARS PASSED SINCE THE AGENCY MADE ITS FINDINGS, BUT USFWS MADE NO EFFORT TO INITIATE THE PROCESS TO DOWNLIST THE SPECIES. THIS DELAY PROMPTED PLF'S PETITION ON BEHALF OF SAVE CRYSTAL RIVER, INC., TO DOWNLIST THE MANATEE.

THE MORNING STAR PACKING COMPANY, ET AL., V. CALIFORNIA AIR RESOURCES BOARD

ATTORNEYS WITH PLF HAVE CHALLENGED CALIFORNIA'S "CAP AND TRADE" AUCTION

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

REGULATION. THE REGULATION CREATES A QUARTERLY AUCTION PROGRAM REQUIRING MANY CALIFORNIA EMPLOYERS TO BID SIGNIFICANT AMOUNTS OF MONEY FOR THE PRIVILEGE OF CONTINUING TO EMIT CARBON DIOXIDE OR BE FACED WITH CLOSING THEIR DOORS IN CALIFORNIA, LAYING OFF THEIR EMPLOYEES, AND MOVING THEIR BUSINESSES TO OTHER STATES.

FILED ON BEHALF OF A BROAD SPECTRUM OF CALIFORNIA BUSINESSES, TRADE ASSOCIATIONS, AND INDIVIDUALS HARMED BY THE REGULATION, THE LAWSUIT CHALLENGES THE AUCTION PROCESS AS AN UNCONSTITUTIONAL STATE TAX BECAUSE IT WAS NOT ENACTED BY TWO-THIRDS MAJORITIES IN BOTH CHAMBERS OF THE LEGISLATURE, AS REQUIRED FOR NEW TAXES BY THE CALIFORNIA CONSTITUTION (PROPOSITION 13 AND PROPOSITION 26). AS PLF'S COMPLAINT STATES, THE CALIFORNIA AIR RESOURCES BOARD (CARB) DEvised THE AUCTION PLAN AS A MEANS OF RAISING BILLIONS OF DOLLARS IN REVENUE, WITHOUT ANY INSTRUCTION OR DIRECTION FROM THE LEGISLATURE. CARB HATCHED THE AUCTION PROGRAM PURPORTEDLY TO IMPLEMENT AB 32, THE 2006 LEGISLATION THAT REQUIRES REDUCTIONS IN THE EMISSION OF CARBON DIOXIDE IN CALIFORNIA BY THE YEAR 2020. BUT NOTHING IN AB 32 AUTHORIZES CREATION OF AN AUCTION PROCESS TO SELL CARBON DIOXIDE EMISSION ALLOWANCES FOR BILLIONS OF DOLLARS. NOR DOES AB 32 AUTHORIZE THE CREATION OF ANY KIND OF NEW TAX. THIS CASE IS ON APPEAL.

SHEA V. KERRY

UNDER THE STATE DEPARTMENT'S MID-LEVEL AFFIRMATIVE ACTION PLAN (MLAAP), THE DEPARTMENT HIRED ENTRY-LEVEL, SELF-IDENTIFIED MINORITIES DIRECTLY INTO A MID-LEVEL POSITION. WILLIAM SHEA, A WHITE MALE DEPARTMENT EMPLOYEE, BROUGHT AN EMPLOYMENT DISCRIMINATION CLAIM UNDER TITLE VII OF THE CIVIL RIGHTS ACT, ARGUING THAT HE WAS SUBJECTED TO UNEQUAL

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

TREATMENT UNDER THE MLAAP BECAUSE OF HIS RACE. THE DISTRICT COURT RULED THAT SHEA BEARS THE BURDEN TO SHOW THAT THE RACE-BASED PROGRAM WAS ILLEGAL, AND HE FAILED TO CARRY THAT BURDEN OF PROOF. THE COURT NOTED THAT HAD MR. SHEA BROUGHT HIS CLAIM UNDER THE EQUAL PROTECTION CLAUSE OF THE FOURTEENTH AMENDMENT, THE GOVERNMENT'S BURDEN WOULD HAVE BEEN HIGHER, AND HE WOULD HAVE PREVAILED. REPRESENTING MR. SHEA ON APPEAL, ATTORNEYS FOR PLF CONTEND THAT WHEN GOVERNMENT INSTITUTES A RACE-BASED HIRING PLAN, IT MUST BEAR THE BURDEN OF SHOWING WHY THE PROGRAM IS NECESSARY, REGARDLESS OF WHETHER THE CHALLENGE TO THE PLAN IS BROUGHT UNDER THE CONSTITUTION OR TITLE VII.

CORAL CONSTRUCTION, INC. V. CITY AND COUNTY SAN FRANCISCO

FOR MANY YEARS, SAN FRANCISCO OPERATED ITS PUBLIC CONTRACTING PROGRAM BY GIVING PREFERENCES TO MINORITY- AND WOMEN-OWNED BUSINESSES IN VIOLATION OF PROPOSITION 209 AND THE FEDERAL CONSTITUTION. PLF SUED THE CITY AND PREVAILED IN THE CALIFORNIA SUPREME COURT ON THE PROPOSITION 209 ISSUES. HOWEVER, THE COURT REMANDED THE CASE TO THE TRIAL COURT TO GIVE THE CITY AN OPPORTUNITY TO PROVE THAT IT INTENTIONALLY DISCRIMINATED AGAINST MINORITY AND WOMEN CONTRACTORS IN VIOLATION OF THE 14TH AMENDMENT OF THE CONSTITUTION. THE CITY ARGUES THAT THE FEDERAL CONSTITUTION REQUIRES PREFERENCES TO REMEDY PAST INTENTIONAL DISCRIMINATION AND THAT IT DID NOT INTENTIONALLY DISCRIMINATE. PLF ARGUES THAT THE CITY HAS NOT PRESENTED, AND CANNOT PRESENT, ANY FACTS DEMONSTRATING INTENTIONAL DISCRIMINATION IN PUBLIC CONTRACTING. THE CASE IS BACK IN THE COURT OF APPEAL.

CONNERLY, ET AL. V. STATE OF CALIFORNIA, ET AL.

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

THE CALIFORNIA CITIZENS REDISTRICTING COMMISSION IS TASKED WITH DRAWING CALIFORNIA'S CONGRESSIONAL, ASSEMBLY, SENATE, AND BOARD OF EQUALIZATION ELECTORAL DISTRICTS. THE 14 COMMISSIONERS ARE CHOSEN PURSUANT TO GOVERNMENT CODE ' 8252. UNDER SECTION 8252, THE FIRST EIGHT COMMISSION MEMBERS ARE APPOINTED BY RANDOM SELECTION FROM A POOL OF QUALIFIED APPLICANTS. THESE EIGHT APPOINTEES IN TURN SELECT THE FINAL SIX COMMISSION MEMBERS PURSUANT TO THE MANDATES OF SECTION 8252(G). UNFORTUNATELY, SECTION 8252(G) REQUIRES THAT RACE, ETHNICITY, AND SEX BE CONSIDERED IN THE SELECTION PROCESS WHICH VIOLATES ARTICLE I, SECTION 31 OF THE CALIFORNIA CONSTITUTION (PROPOSITION 209). PROP 209 PROHIBITS THE USE OF RACE, ETHNICITY, AND SEX IN PUBLIC EDUCATION, PUBLIC EMPLOYMENT, AND PUBLIC CONTRACTING. REPRESENTING WARD CONNERLY, AND AMERICAN CIVIL RIGHTS FOUNDATION, PLF ATTORNEYS ARE BRINGING A FACIAL CHALLENGE TO SECTION 8252(G)'S REQUIREMENTS REGARDING THE USE OF RACE, ETHNICITY, AND SEX IN SELECTING COMMISSION MEMBERS.

FORM 990, PART III, LINE 4A, DESCRIPTION OF PROGRAM SERVICE:

YOUNG V. HEINEMAN, ET AL.

LESLIE YOUNG OPERATES A BUSINESS CALLED ELIST.ME, WHICH POSTS INFORMATION BY HOMEOWNERS SEEKING TO SELL THEIR HOMES. THESE POSTS ARE THEN PUBLISHED ON WEBSITES OPERATED BY VARIOUS NEWS ORGANIZATIONS. YOUNG DOES NOT OFFER THE HOMEOWNERS REAL ESTATE SALES SERVICES, IS NOT PAID ON COMMISSION, AND IS NEVER CONTACTED BY POTENTIAL BUYERS OR THEIR AGENTS. SHE SIMPLY POSTS INFORMATION PROVIDED TO HER BY HOMESSELLERS IN A DATABASE THAT FEEDS INFORMATION TO WEBSITES. NEVERTHELESS, SHE WAS

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

SERVED WITH CEASE-AND-DESIST LETTERS BY THE STATE OF NEBRASKA, ON THE GROUNDS THAT SHE IS PRACTICING REAL ESTATE WITHOUT A LICENSE. THE CEASE AND DESIST ORDER STATES THAT SHE IS "ADVERTISING FOR SALE REAL PROPERTY LOCATED IN THE STATE OF NEBRASKA," WHICH, THE STATE CLAIMS, QUALIFIES HER AS A "BROKER" UNDER THE REAL ESTATE LICENSE ACT, AND REQUIRES A LICENSE. REPRESENTING MS. YOUNG IN FEDERAL COURT, PLF ATTORNEYS ARGUE THAT BECAUSE SHE IS SOLELY ENGAGED IN THE PUBLICATION OF INFORMATION SHE IS NO MORE A REAL ESTATE AGENT THAN A NEWSPAPER IS WHEN IT PUBLISHES CLASSIFIED ADS. HER ACTIVITIES ARE FULLY PROTECTED FIRST AMENDMENT SPEECH. THUS, IF HER ACTIVITIES QUALIFY AS THE PRACTICE OF REAL ESTATE UNDER NEBRASKA LAW, PLF ARGUES THAT THE STATUTE OPERATES AS A PRIOR RESTRAINT IN VIOLATION OF THE FIRST AMENDMENT. IN ADDITION, BECAUSE THE LICENSING RESTRICTION DOES NOT PROTECT PUBLIC HEALTH, SAFETY, AND WELFARE, BUT SIMPLY PROTECTS ESTABLISHED BUSINESSES AGAINST LEGITIMATE COMPETITION, IT VIOLATES THE FOURTEENTH AMENDMENT. THE CASE IS ON APPEAL.

LIBERTY COINS, LLC, ET AL. V. DAVID GOODMAN, ET AL.

LIBERTY COINS, LLC, BUYS AND SELLS PRECIOUS METALS. IT ADVERTISES WITH SIGNS, NEWSPAPER ADS, AND BUSINESS CARDS. THE OHIO DEPARTMENT OF COMMERCE NOTIFIED THE OWNER THAT HE WAS VIOLATING A STATE LAW THAT REQUIRES A LICENSE FOR PEOPLE IN THE BUSINESS OF PURCHASING PRECIOUS METALS. THIS LAW IS APPLIED TO ANYONE ONLY IF THEY ADVERTISE THEIR SERVICES TO THE PUBLIC. LIBERTY COINS SUED IN UNITED STATES DISTRICT COURT, ALLEGING THAT THE LAW VIOLATES THE FIRST AMENDMENT'S PROTECTION OF COMMERCIAL SPEECH AND IS VOID FOR VAGUENESS. THE TRIAL COURT ENJOINED ENFORCEMENT OF THE LAW, FINDING THAT LICENSING ONLY COMMERCIAL



Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

SPEECH, AND NOT THE UNDERLYING ACTIVITY OF PURCHASING PRECIOUS METALS, DID NOT MATERIALLY ADVANCE THE STATE'S SUBSTANTIAL INTERESTS. PLF ATTORNEYS DIRECTLY REPRESENTED PETITIONER LIBERTY COINS, ARGUING THAT ADVERTISEMENT OF THE OTHERWISE LAWFUL ACTIVITY OF PURCHASING PRECIOUS METALS IS PROTECTED SPEECH UNDER THE FIRST AMENDMENT, AND A LICENSING REQUIREMENT THAT RESTRICTS SUCH ADVERTISING IS A CONTENT-BASED RESTRICTION ON SPEECH SUBJECT TO STRICT SCRUTINY.

CASTILLO V INGRAM, ET AL.

AFTER SERVING FOR 29 YEARS AS A DETECTIVE WITH THE PALM SPRINGS POLICE DEPARTMENT, TROY CASTILLO RETIRED AND STARTED HIS OWN PRIVATE INVESTIGATOR SERVICE. HE OBTAINED LICENSES IN CALIFORNIA, NEVADA, AND ARIZONA, AND SET UP SHOP IN HIS CALIFORNIA HOMETOWN. IN 2013, THE NEVADA LEGISLATURE ENACTED AB 306 WHICH PROHIBITS ANYONE FROM OPERATING AS A PRIVATE INVESTIGATOR IN NEVADA WITHOUT MAINTAINING A PRINCIPAL PLACE OF BUSINESS IN THE STATE. HOWEVER, WHERE CASTILLO CHOOSES TO KEEP HIS OFFICE HAS NOTHING TO DO WITH HIS QUALIFICATIONS. AND YET, IN ORDER TO CONTINUE WORKING IN NEVADA, THE LAW REQUIRED CASTILLO TO UNDERGO THE TIME-CONSUMING AND EXPENSIVE PROCESS OF OPENING A NEW OFFICE THERE, FURNISHING IT, AND PAYING RENT OR A MORTGAGE ON IT. THIS LAW PUTS CASTILLO AT A SIGNIFICANT DISADVANTAGE COMPARED TO NEVADA RESIDENTS, WHO ONLY HAVE TO MAINTAIN ONE OFFICE, OR WORK OUT OF THEIR HOMES. WORSE, THE LAW ALSO VIOLATES THE FIRST AMENDMENT. IT DEFINES "PRIVATE INVESTIGATOR" SO BROADLY THAT ANY PERSON EMPLOYED TO RESEARCH OR COMMUNICATE INFORMATION ABOUT, AMONG OTHER THINGS, "THE IDENTITY, HABITS, CONDUCT, BUSINESS, OCCUPATION, HONESTY, INTEGRITY, CREDIBILITY, KNOWLEDGE, TRUSTWORTHINESS, EFFICIENCY, LOYALTY, ACTIVITY, MOVEMENT,

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

WHEREABOUTS, AFFILIATIONS, TRANSACTIONS, ACTS, REPUTATION OR CHARACTER OF ANY PERSON," QUALIFIES AS A PI. EVEN JOURNALISTS, GENEALOGISTS, AND TEACHERS WOULD REQUIRE A PRIVATE INVESTIGATOR LICENSE IN NEVADA UNDER THIS DEFINITION. PLF ATTORNEYS BROUGHT SUIT ARGUING THAT AB 306 IS AN UNCONSTITUTIONAL ATTEMPT TO PROTECT IN-STATE BUSINESSES FROM OUT-OF-STATE COMPETITION, AND AN ILLEGAL "PRIOR RESTRAINT" ON FREEDOM OF SPEECH. THE STATE MUST HAVE SOME LEGITIMATE REASON (APART FROM PROTECTIONISM) FOR BURDENING CASTILLO'S RIGHT TO EARN A LIVING. YET THE LAW HAS NOTHING TO DO WITH PUBLIC HEALTH AND SAFETY. INSTEAD, IT IS DESIGNED SOLELY TO DRIVE UP THE COST OF DOING BUSINESS FOR OUT-OF-STATE INVESTIGATORS. RECENTLY, DUE TO THIS LITIGATION, NEVADA REPEALED AB306!

THE CRAFTED KEG, LLC V. LAWSON, ET AL

CRAFT BREWERS TYPICALLY SELL THEIR BEER VIA 64-OUNCE GROWLERS, WHICH MANY PATRONS COLLECT AND THEN RE-USE TO PURCHASE BEER AT OTHER BREWERIES. IN FLORIDA, HOWEVER, A STATE PACKAGING LAW PROHIBITED THE SALE OR RE-FILLING OF THESE 64OZ GROWLERS BY ANYONE INVOLVED IN THE ALCOHOL INDUSTRY ALTHOUGH THEY COULD REFILL 32OZ AND 128OZ CONTAINERS. PLF ATTORNEYS CHALLENGED THIS RESTRICTION AS AN UNCONSTITUTIONAL DENIAL OF EQUAL PROTECTION AND DUE PROCESS, BECAUSE THERE IS NO RATIONAL BASIS FOR IT OTHER THAN PROTECTING THE MARKET FOR LARGE CORPORATE BEER MAKERS. AS A RESULT OF THE LAWSUIT, THE STATE LEGISLATURE HAS REPEALED THIS LAW.

WILSON-PERLMAN V NEVADA TRANSPORTATION AUTHORITY

RON AND DANELL PERLMAN ARE ENTREPRENEURS WHO OWN RENO-TAHOE LIMOUSINE

432212  
08-27-14

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

COMPANY. THEY CURRENTLY HAVE A LICENSE TO OPERATE SEVEN LIMOS IN NEVADA. THEY WANT TO EXPAND THEIR BUSINESS, BUT IN ORDER TO ADD MORE LIMOUSINES, THEY HAVE TO ASK THE GOVERNMENT FIRST. TWO YEARS AGO THE PERLMANS APPLIED FOR A LICENSE TO ADD EIGHT MORE VEHICLES TO THEIR FLEET, BUT UNDER NEVADA LAW, COMPETITORS CAN OBJECT AND ESSENTIALLY VETO THE LICENSE. ONE OF THE PERLMAN'S COMPETITORS PROTESTED THEIR APPLICATION, WHICH TRIGGERED AN ADMINISTRATIVE HEARING AT WHICH THE PERLMANS WERE REQUIRED TO PROVE THE "NECESSITY" OF THEIR BUSINESS AND THAT THEY WOULDN'T COMPETE WITH EXISTING BUSINESSES. AS A RESULT, THE STATE DENIED THEIR APPLICATION ON THE BASIS THAT THEY WOULD COMPETE WITH OTHER LIMOUSINE OPERATORS. STEVEN AND PATRICK SAXON ARE MOVERS IN THE SACRAMENTO, CALIFORNIA AREA WHO WANT TO OPEN A BRANCH IN NEVADA, BUT THEY ALSO MUST FIRST NAVIGATE THE COMPETITOR'S VETO PROCESS. TOGETHER, THESE FOUR INDIVIDUALS ARE CHALLENGING THE CONSTITUTIONALITY OF NEVADA'S ANTI-COMPETITIVE LICENSING PROCESS WHICH PERMITS THEIR COMPETITORS TO VETO THEIR RIGHT TO EARN A LIVING.

YELLOW CAB CO. OF LOUISVILLE V. COOK & REEVES WHEELCHAIR TRANSPORTATION, INC.

AFTER PLF'S SUCCESSFUL CHALLENGE TO KENTUCKY'S COMPETITOR'S VETO LAW APPLYING TO MOVERS OF HOUSEHOLD GOODS, THE STATE DECIDED TO APPLY THE RULING TO OTHER TRANSPORTATION INDUSTRIES. YELLOW CAB SUED TO RESTORE THE COMPETITOR'S VETO TO THE TAXI INDUSTRY AND PLF IS ARGUING THAT THE STATE ACTED BOTH CONSTITUTIONALLY AND RESPONSIBLY.

MCLEAN V CITY OF ALEXANDRIA

Name of the organization PACIFIC LEGAL FOUNDATION	Employer identification number 94-2197343
--	--

SCOTT MCLEAN WANTED TO SELL HIS TRUCK. HE WANTED TO LEAVE A FOR-SALE SIGN IN IT WHEN HE PARKED IT ON PUBLIC STREETS IN ALEXANDRIA, VIRGINA, BUT A CITY ORDINANCE SUBJECTED HIM TO FINES AND TOWING IF HE DID SO. THE LAW DOESN'T BAN OTHER KINDS OF SIGNS - "PROUD PARENT OF HONOR ROLL STUDENT," "VOTE FOR PEDRO," "DRINK COKE," OR "CENTURY 21" SIGNS ARE ALL ALLOWED. THE CITY ORDINANCE SINGLED OUT ONE TYPE OF SPEECH AND BANNED IT. REPRESENTING HIM IN A FEDERAL LAWSUIT, PLF ATTORNEYS ARGUED THAT THE ORDINANCE VIOLATED THE FIRST AMENDMENT, BECAUSE IT PROHIBITED SPEECH BASED ON THE CONTENT OF THE MESSAGE. AS A RESULT, THE CITY HAS REPEALED ITS ORDINANCE

FORM 990, PART III, LINE 4A, DESCRIPTION OF PROGRAM SERVICE:

FRIENDS OF TAHOE FOREST ACCESS V. UNITED STATES DEPARTMENT OF AGRICULTURE

PLF ATTORNEYS REPRESENT FRIENDS OF TAHOE FOREST ACCESS AND OTHER RECREATIONAL ENTHUSIASTS IN CHALLENGING THE UNITED STATES FOREST SERVICE'S ILLEGAL DECISION TO BAR RECREATIONAL VEHICLES FROM HUNDREDS OF MILES OF ROADS AND TRAILS IN THE TAHOE NATIONAL FOREST THAT WERE PREVIOUSLY OPEN TO OFF-ROAD ENTHUSIASTS.

THE SERVICE'S ACTION CAME THROUGH ITS IMPLEMENTATION OF THE 2005 TRAVEL MANAGEMENT RULE FOR THE TAHOE NATIONAL FOREST. PLF ARGUES THE SERVICE VIOLATED THE NATIONAL ENVIRONMENTAL POLICY ACT BY FAILING TO ADEQUATELY ANALYZE THE HUMAN IMPACTS OF PROHIBITING ACCESS TO MORE THAN 800 MILES OF FORMERLY ACCESSIBLE TRAILS, FAILING TO CONDUCT A SITE-SPECIFIC ANALYSIS OF THE ROUTES AT ISSUE, AND IMPROPERLY PREJUDICING OFF-ROAD

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

RECREATION IN DEVELOPING THE PURPOSE AND NEED FOR THE REGULATORY DECISION.

FRIENDS OF TAHOE FOREST ACCESS AS WELL AS OTHER RECREATION GROUPS AND INDIVIDUALS PARTICIPATED THROUGHOUT THE NEPA PROCESS, AND ARE DEEPLY CONCERNED WITH THE OUTCOME OF THE REGULATORY DECISION-MAKING. SEVERAL INDIVIDUALS VOLUNTEERED MUCH TIME FILING THE GROUPS' ADMINISTRATIVE APPEAL AND TURNED TO PLF BECAUSE THEY DO NOT HAVE THE RESOURCES TO CARRY FORWARD THE LITIGATION ON THEIR OWN. AS THESE GROUPS CONSIST OF INDIVIDUALS AND FAMILIES WHO ENJOY OFF-ROAD RECREATION AND THE OUTDOORS EXPERIENCE, THEY FEAR THE FOREST SERVICE'S IMPLEMENTATION OF THE TRAVEL MANAGEMENT RULE WILL SIGNIFICANTLY REDUCE THEIR ACCESS TO THE TAHOE NATIONAL FOREST. THE CASE IS MOVING FORWARD IN THE TRIAL COURT.

BAY AREA CITIZENS V. ASSOCIATION OF BAY AREA GOVERNMENTS AND METROPOLITAN TRANSPORTATION

PLF ATTORNEYS REPRESENT BAY AREA CITIZENS, A NONPROFIT ORGANIZATION OF CONCERNED RESIDENTS, IN CHALLENGING PLAN BAY AREA, A REGIONAL TRANSPORTATION PLAN THAT WOULD SQUEEZE FUTURE RESIDENTIAL AND COMMERCIAL DEVELOPMENT INTO CROWDED, HIGH-DENSITY ZONES.

PLAN BAY AREA AIMS TO ACHIEVE REQUIRED GREENHOUSE GAS REDUCTIONS FOR THE REGION, THROUGH "STACK AND PACK" DEVELOPMENT, MANDATING THAT MOST FUTURE HOUSING AND EMPLOYMENT BE CRAMMED INTO ABOUT FIVE PERCENT OF THE REGION'S SURFACE AREA.

THE PLAN VIOLATES THE CALIFORNIA ENVIRONMENTAL QUALITY ACT (CEQA), BECAUSE THE DRAFTING AGENCIES FAILED TO ACCOUNT FOR ALL THE RELEVANT ENVIRONMENTAL FACTS. THEY STUDIOUSLY IGNORED DATA THAT SHOWS

HIGH-DENSITY DEVELOPMENT RESTRICTIONS AREN'T NEEDED IN ORDER TO MEET

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

THE REGION'S TARGETS FOR GREENHOUSE GAS REDUCTION. ALSO IN VIOLATION OF CEQA, THE AGENCIES REFUSED TO CONSIDER CREDIBLE ALTERNATIVES TO THEIR DRACONIAN RESTRICTIONS ON DEVELOPMENT AND PEOPLE'S LIFESTYLES. THE CASE IS ON APPEAL.

DUARTE NURSERY V. CORPS OF ENGINEERS, MEMBERS OF THE BOARD OF THE CENTRAL VALLEY REGIONAL WATER QUALITY CONTROL BOARD

PLF SUED THE CORPS OVER ITS ISSUANCE OF A CEASE AND DESIST LETTER TO THE OWNER OF A WHEAT FARM IN NORTHERN CALIFORNIA. THE CORPS SAID THE FARMER WAS FARMING IN PROTECTED WETLANDS. A CONTENTION THE FARMER DISPUTES BUT HAS BEEN GIVEN NO WAY TO GO TO COURT TO CHALLENGE THE ORDER. (INSTEAD HE MUST APPLY FOR AN EXPENSIVE AND TIME-CONSUMING PERMIT THAT HE DOESN'T THINK HE NEEDS IN THE FIRST PLACE.) PLF IS ARGUING THAT AFTER A LANDOWNER IS ORDERED TO STOP FARMING, HE IS ENTITLED UNDER THE DUE PROCESS CLAUSE OF THE CONSTITUTION TO A HEARING BEFORE A NEUTRAL JUDGE ON THE QUESTION OF WHETHER THERE ARE ACTUALLY ANY PROTECTED WETLANDS AT STAKE.

AFTER THE COURT REFUSED TO THROW OUT DUARTE'S DUE PROCESS COMPLAINT, THE CORPS TURNED AROUND AND COUNTERSUED FOR THE SUPPOSED CLEAN WATER ACT VIOLATIONS. IN RESPONSE PLF FILED A SUPPLEMENTAL COMPLAINT ALLEGING A RETALIATORY ACTION BY THE CORPS. WE ALLEGE THAT THE CORPS WOULD NOT HAVE BROUGHT AN ENFORCEMENT ACTION IF DUARTE NURSERY AND ITS OFFICERS HAD NOT EXERCISED THEIR FIRST AMENDMENT RIGHTS BY SUING OVER THE DUE PROCESS VIOLATION, AND BY SPEAKING OUT AGAINST THE CORPS' ACTIONS IN PRINT, RADIO, AND TELEVISION INTERVIEWS.

FORM 990, PART III, LINE 4A, DESCRIPTION OF PROGRAM SERVICE:

432212  
08-27-14

Schedule O (Form 990 or 990-EZ) (2014)

Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

HAWKES CO. V. U.S. ARMY CORPS OF ENGINEERS

THROUGH A "JURISDICTIONAL DETERMINATION," THE ARMY CORPS OF ENGINEERS DESIGNATED PROPERTY OWNED BY THE HAWKES CO., INC., PIERCE INVESTMENT COMPANY, AND LPF PROPERTIES, IN MINNESOTA, AS "WETLANDS" OVER WHICH THE CORPS HAS REGULATORY AUTHORITY. HAWKES DISPUTED THIS FINDING AND SOUGHT JUDICIAL REVIEW OF THE FINDINGS. THE THRESHOLD ISSUE IS WHETHER PROPERTY OWNERS HAVE THE LEGAL RIGHT TO BRING A COURT CHALLENGE TO SUCH A REGULATORY FINDING. PLF REPRESENTS THE PROPERTY OWNERS ON APPEAL, AND ARGUED THAT JURISDICTIONAL DETERMINATIONS ("WETLANDS" DESIGNATIONS UNDER THE CLEAN WATER ACT) ARE FINAL AGENCY ACTIONS SUBJECT TO JUDICIAL REVIEW. IN ATTEMPTING TO HOLD CLEAN WATER ACT REGULATORS ACCOUNTABLE TO THE COURTS FOR THEIR DECISIONS ABOUT WHETHER PROPERTY IS WETLANDS OR NOT, AND WHERE THEY HAVE REGULATORY POWER, THIS CASE FOLLOWS UP ON OUR VICTORY IN SACKETT V. EPA. IN THAT LANDMARK 2012 DECISION, THE U.S. SUPREME COURT HELD THAT PROPERTY OWNERS MAY APPEAL DIRECTLY TO THE JUDICIARY FROM A FEDERAL WETLANDS "COMPLIANCE ORDER." RECENTLY, THE 8TH CIRCUIT COURT OF APPEALS AGREED WITH PLF AND THE GOVERNMENT MUST DECIDE WHETHER TO SEEK SUPREME COURT REVIEW.

UNIVERSAL WELDING, INC, . U.S. ARMY CORPS OF ENGINEERS

PACIFIC LEGAL FOUNDATION FILED ON BEHALF OF UNIVERSAL WELDING, A SMALL FAMILY-RUN-AND-OWNED STEEL FABRICATION BUSINESS BASED IN NORTH POLE, ALASKA. THE ACTION, AGAINST THE US ARMY CORP OF ENGINEERS, CHALLENGES THAT AGENCY'S ASSERTION OF CLEAN WATER ACT JURISDICTION OVER 14 ACRES OF WHAT THE CORPS HAS DEEMED "LOW-QUALITY" WETLANDS THAT LIE ON

Name of the organization PACIFIC LEGAL FOUNDATION	Employer identification number 94-2197343
--	--

UNIVERSAL WELDING'S PROPERTY. PLF'S LAWSUIT CONTENDS THAT THESE PUTATIVE WETLANDS ARE BEYOND THE POWER OF THE CORPS TO REGULATE BECAUSE THEY ARE ADJACENT TO OTHER JURISDICTIONAL WETLANDS, AND THEREFORE EXEMPT FROM REGULATION UNDER THE CORPS' OWN REGULATIONS. THE CASE RELIES ON A PRIOR PLF VICTORY FROM THE SAME JUDICIAL DISTRICT, GREAT NORTHWEST, INC. V. US ARMY CORPS OF ENGINEERS. THAT CASE HELD THAT PROPERTY THAT IS SEPARATED FROM A JURISDICTIONAL WATER BY TWO MAN-MADE BARRIERS, WITH WETLANDS IN BETWEEN EACH BARRIER, IS NON-JURISDICTIONAL. IN UNIVERSAL WELDING'S CASE, THE CORPS CONTENDS THAT GREAT NORTHWEST IS INAPPLICABLE BECAUSE UNIVERSAL WELDING'S PROPERTY IS SEPARATED FROM OTHER WETLANDS BY ONLY ONE MAN-MADE BARRIER (A COUNTY ROAD). PLF'S LAWSUIT ARGUES THAT THIS IS A DISTINCTION WITHOUT A DIFFERENCE.

SISSEL V. U.S. DEPT OF HEALTH AND HUMAN SERVICES, ET AL.

PACIFIC LEGAL FOUNDATION LAUNCHED AN AMENDED CONSTITUTIONAL CHALLENGE TO THE FEDERAL AFFORDABLE CARE ACT (OBAMACARE). THE ACA IMPOSES A CHARGE ON AMERICANS WHO FAIL TO BUY HEALTH INSURANCE (A CHARGE THAT THE U.S. SUPREME COURT RECENTLY CHARACTERIZED AS A FEDERAL TAX). PLF'S AMENDED COMPLAINT ALLEGES THAT THIS PURPORTED TAX IS ILLEGAL BECAUSE IT WAS INTRODUCED IN THE SENATE RATHER THAN THE HOUSE, AS REQUIRED BY THE CONSTITUTION'S ORIGINATION CLAUSE FOR NEW REVENUE-RAISING BILLS (ARTICLE I, SECTION 7).

THE ORIGINATION CLAUSE ARGUMENT IS MADE IN AN AMENDED COMPLAINT FILED IN PLF'S ONGOING LAWSUIT AGAINST THE ACA, SISSEL V. U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES.

PLF'S LAWSUIT WAS ON HOLD WHILE THE U.S. SUPREME COURT CONSIDERED THE CHALLENGE TO THE ACA FROM THE NATIONAL FEDERATION OF INDEPENDENT



Name of the organization

PACIFIC LEGAL FOUNDATION

Employer identification number

94-2197343

BUSINESS (NFIB) AND 26 STATES, IN NFIB V. SEBELIUS. AS INITIALLY FILED, PLF'S SISSEL LAWSUIT TARGETED THE ACA'S INDIVIDUAL MANDATE TO BUY HEALTH INSURANCE AS A VIOLATION OF THE CONSTITUTION'S COMMERCE CLAUSE (ARTICLE I, SECTION 8).

THE SUPREME COURT AGREED WITH THIS POSITION, IN THE NFIB RULING, BUT CHIEF JUSTICE ROBERTS, JOINED BY FOUR JUSTICES, CHARACTERIZED THE ACA'S CHARGE AS A FEDERAL "TAX," BECAUSE IT REQUIRES A PAYMENT TO THE FEDERAL GOVERNMENT FROM PEOPLE WHO DECIDE NOT TO BUY HEALTH INSURANCE.

THAT HOLDING PROMPTED PLF'S NEW CAUSE OF ACTION. IF THE CHARGE FOR NOT BUYING INSURANCE IS SEEN AS A FEDERAL TAX, THEN A NEW QUESTION MUST BE ASKED. WHEN LAWMAKERS PASSED THE ACA, WITH ALL OF ITS TAXES, DID THEY FOLLOW THE CONSTITUTION'S "ORIGINATION CLAUSE" PROCEDURES FOR REVENUE INCREASES? THE SUPREME COURT WASN'T ASKED AND DIDN'T ADDRESS THIS QUESTION IN THE NFIB CASE BUT DID ALLUDE TO IT. THIS QUESTION OF WHETHER THE CONSTITUTION WAS OBEYED HAS NOW WORKED ITS WAY THROUGH THE DC CIRCUIT COURT OF APPEALS WHERE THE COURT ISSUED AN OPINION UNDERCUTTING THE ORIGINATION CLAUSE. PLF IS PREPARING A PETITION TO THE SUPREME COURT FOR IT TO HEAR THIS MOST IMPORTANT CASE.

PARTIAL LISTING OF CASES WHERE PLF DEDICATED RESOURCES DURING 2014 THROUGH AMICUS BRIEFS:

COMMON SENSE ALLIANCE V. WESTERN WASHINGTON GROWTH MANAGEMENT HEARINGS BOARD

BEESON V. CITY OF PALMER, ALASKA

KRAMER V. CITY OF LAKE OSEWEGO

CITY OF KIRKLAND V. POTALA VILLAGE KIRKLAND, LLC

PORRETTO V. TEXAS GENERAL LAND OFFICE

Name of the organization PACIFIC LEGAL FOUNDATION	Employer identification number 94-2197343
--	--

SHERMAN V. TOWN OF CHESTER

UNITED STATES V. HAGE

CITY OF PERRIS V. STAMPER

HORNE V. U.S. DEPT AGRICULTURE

LBLHA, LLC V. TOWN OF LONG BEACH, INDIANA

KURTZ V. VERIZON NEW YORK

LOST TREE VILLAGE CORP. V. UNITED STATES

GRIEPENBURG V. TOWNSHIP OF OCEAN, ET AL.

OCEAN PALM GOLF CLUB PARTNERSHIP V. CITY OF FLAGLER BEACH

CENTURY EXPLORATION NEW ORLEANS, LLC, ET AL. V. UNITED STATES

ABIGAIL FISHER V. UNIVERSITY OF TEXAS

MIDWEST FENCE CORP. V. UNITED STATES DEPT OF TRANSPORTATION

EEOC V. FREEMAN

MARGERUM V. CITY OF BUFFALO

DUNNET BAY CONSTRUCTION COMPANY V. HANNIG

ROTHE DEVELOPMENT, INC., V. DEPT OF DEFENSE AND SMALL BUSINESS

TEXAS DEPT OF HOUSING AND COMMUNITY AFFAIRS V. INCLUSIVE COMMUNITIES  
PROJECT, INC.

EEOC V. CATASTROPHE MANAGEMENT SOLUTIONS

ALABAMA LEGISLATIVE BLACK CAUCUS V. ALABAMA

LARUE V. DOUGLAS COUNTY SCHOOL DISTRICT

NORTH CAROLINA BOARD OF DENTAL EXAMINERS V. FEDERAL TRADE COMMISSION

LEAGUE OF WOMEN VOTERS V WASHINGTON

MAGEE V. BOYD

RICHARDSON V STATE OF NORTH CAROLINA

HART V. STATE OF NORTH CAROLINA

FAASSE V SCOTT

MCCALL V. SCOTT

Name of the organization PACIFIC LEGAL FOUNDATION	Employer identification number 94-2197343
--	--

SANCHEZ V. VALENCIA HOLDING CO., LLC

CLS TRANSPORTATION LOS ANGELES, LLC VS. ISKANIAN

WEBB V. SPECIAL ELECTRIC CO., INC.

FRIEDRICH V. CALIFORNIA TEACHERS ASSOCIATION

FOWLER V. CARMAX

GENIE INDUSTRIES V. RICKY MATAK, ET AL.

SPOKEO V. ROBINS

RAMOS V. BRENNTAG SPECIALTIES

REED V. TOWN OF GILBERT, ARIZONA

KESNER V. SUPERIOR COURT (PNEUMO ABEX LLC)

HAVER V. BNSF RAILWAY CO.

PLAINS EXPLORATIONS & PRODUCTIONS CO. V. TORCH ENERGY ADVISORS, INC.

IN THE MATTER OF NEW YORK CITY ASBESTOS LITIGATION (DUMMIT V. A.W.

CHESTERTON AND CRANE CO.)

ATALESE V. UNITED STATES LEGAL SERVICES GROUP, L.P.

LIMONES V. SCHOOL DISTRICT OF LEE COUNTY

ENVIRONMENTAL LAW FOUNDATION V. STATE WATER RESOURCES CONTROL BOARD

SISKIYOU COUNTY FARM BUREAU V. CALIFORNIA DEPARTMENT OF FISH AND GAME

BIRON FAMILY LIVING TRUST V. CITY OF REDDING

DRAKES BAY OYSTER COMPANY V. SALAZAR (JEWELL)

ROCKY MOUNTAIN FARMERS UNION V., COREY

GALLAGHER & HENRY V. UNITED STATES ARMY CORPS OF ENGINEERS

STURGEON V. MASSICA

UNITED STATES V. OTERO COUNTY, NEW MEXICO

LIGHT V. STATE WATER RESOURCES CONTROL BOARD

STATE OF WEST VIRGINIA ET AL. V. UNITED STATES EPA

CONSERVATION CONGRESS V. U.S. FOREST SERVICE, ET AL.

NORTH DAKOTA V. HEYDINGER

Name of the organization PACIFIC LEGAL FOUNDATION	Employer identification number 94-2197343
--	--

CHRISTIE V. NATIONAL COLLEGIATE ATHLETIC ASSOCIATION, ET AL.

COONS V. LEW

CHEATHAM V. GORDON

ROSEBROCK V. MATHIS

BIGGS V. BREWER

WEST VIRGINIA V. DEPT OF HEALTH AND HUMAN SERVICES

YATES V. UNITED STATES

FORM 990, PART VI, SECTION B, LINE 11:

THE TAX PREPARER AND PLF FINANCIAL MANAGEMENT PROVIDE THE FORM 990 TO THE  
 AUDIT COMMITTEE. ALONG WITH PROVIDING EACH TRUSTEE A COPY OF THE FORM 990,  
 GIVING THEM THE OPPORTUNITY TO RAISE ANY CONCERNS AND/OR ASK QUESTIONS  
 PRIOR TO THE FILING DATE. A DEADLINE IS GIVEN TO THE TRUSTEES TO INSURE  
 TIMELY FILING OF THE TAX RETURN.

FORM 990, PART VI, SECTION B, LINE 12C:

EACH TIME A NEW CASE COMES UP, PLF CHECKS FOR CONFLICTS. EACH DECISION  
 MADE BY THE BOARD, IF SOMEONE HAS A CONFLICT, THE BOARD MEMBER WILL ABSTAIN  
 FROM THE VOTE AND/OR DISCUSSION. ON AN ANNUAL BASIS THE TRUSTEES REVIEW THE  
 POLICY PROVIDING WRITTEN ACKNOWLEDGEMENT. ANY CONFLICTS OR POTENTIAL  
 CONFLICTS ARE RESOLVED BY THE PRESIDENT.

FORM 990, PART VI, SECTION B, LINE 15:

COMPENSATION COMMITTEE OF THE BOARD MEETS ANNUALLY AND USES COMPARABILITY  
 DATA PROVIDED BY DIRECTOR OF HUMAN RESOURCES TO DETERMINE THAT THE  
 COMPENSATION DOES NOT EXCEED THE LEVEL OF THE BENEFITS PROVIDED.

Name of the organization PACIFIC LEGAL FOUNDATION	Employer identification number 94-2197343
--	--

FORM 990, PART VI, LINE 17, LIST OF STATES RECEIVING COPY OF FORM 990:  
 CA, AK, AZ, FL, HI, IL, KS, MD, MA, MI, MN, NJ, NY, OH, OR, PA, SC, UT, VA, WA, AR, MO, NC, NH, AL  
 CO, CT, GA, KY, LA, ME, MS, ND, NM, OK, TN, WV, WI, RI, DC

FORM 990, PART VI, SECTION C, LINE 19:  
 COPIES ARE AVAILABLE ON THE ORGANIZATIONS WEBSITE OR UPON REQUEST.

FORM 990, PART XI, LINE 9, CHANGES IN NET ASSETS:  
 SFAS NO.247 ADJUSTMENT FOR SPLIT INTEREST AGREEMENTS 30,819.

FORM 990, PART XII, LINE 2C:  
 NO CHANGE FROM PRIOR YEAR

Public Inspection  
Copy