

Form **990**

Return of Organization Exempt From Income Tax

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

OMB No 1545-0047

2003

Open to Public Inspection

Department of the Treasury
Internal Revenue Service

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

A For the 2003 calendar year, or tax year beginning and ending

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

C Name of organization
 Please use IRS label or print or type See Specific Instructions
FAMILY SERVICE ROCHESTER INC
 Number and street (or P.O. box if mail is not delivered to street address) Room/suite
1110 SIXTH STREET NW
 City or town, state or country, and ZIP + 4
ROCHESTER, MN 55901-1839

D Employer identification number
41-0883453

E Telephone number
(507) 287-2010

F Accounting method Cash Accrual
 Other (specify) _____

Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

H and I are not applicable to section 527 organizations

H(a) Is this a group return for affiliates? Yes No

H(b) If "Yes," enter number of affiliates: _____

H(c) Are all affiliates included? **N/A** Yes No (If "No," attach a list.)

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

G Website: **N/A**

J Organization type (check only one) 501(c) (**3**) (insert no.) 4947(a)(1) or 527

K Check here if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS; but if the organization received a Form 990 Package in the mail, it should file a return without financial data. Some states require a complete return.

I Group Exemption Number _____

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 **2,298,325.**

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

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances

1 Contributions, gifts, grants, and similar amounts received:				
a Direct public support	1a	65,024.		
b Indirect public support	1b	344,466.		
c Government contributions (grants)	1c	40,393.		
d Total (add lines 1a through 1c) (cash \$ 449,383. noncash \$ 500.)			1d	449,883.
2 Program service revenue including government fees and contracts (from Part VII, line 93)			2	1,822,917.
3 Membership dues and assessments			3	
4 Interest on savings and temporary cash investments			4	12,914.
5 Dividends and interest from securities			5	
6 a Gross rents	6a			
b Less: rental expenses	6b			
c Net rental income or (loss) (subtract line 6b from line 6a)			6c	
7 Other investment income (describe _____)			7	
8 a Gross amount from sales of assets other than inventory	(A) Securities	(B) Other		
	66.	8a		
b Less: cost or other basis and sales expenses	381.	8b		
c Gain or (loss) (attach schedule)	-315.	8c		
d Net gain or (loss) (combine line 8c, columns (A) and (B))			8d	-315.
9 a Gross revenue from special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/>				
b Less: direct expenses other than fundraising expenses	9a			
c Net income or (loss) from special events (subtract line 9b from line 9a)	9b		9c	
10 a Gross sales of inventory, less returns and allowances	10a			
b Less: cost of goods sold	10b			
c Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)			10c	
11 Other revenue (from Part VII, line 103)			11	12,545.
12 Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)			12	2,297,944.
13 Program services (from line 44, column (B))			13	1,841,723.
14 Management and general (from line 44, column (C))			14	284,820.
15 Fundraising (from line 44, column (D))			15	23,384.
16 Payments to affiliates (attach schedule)			16	
17 Total expenses (add lines 16 and 44, column (A))			17	2,149,927.
18 Excess or (deficit) for the year (subtract line 17 from line 12)			18	148,017.
19 Net assets or fund balances at beginning of year (from line 73, column (A))			19	868,671.
20 Other changes in net assets or fund balances (attach explanation)			20	0.
21 Net assets or fund balances at end of year (combine lines 18, 19, and 20)			21	1,016,688.

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Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22	Grants and allocations (attach schedule)				
	cash \$ _____ noncash \$ _____				
23	Specific assistance to individuals (attach schedule)				
24	Benefits paid to or for members (attach schedule)				
25	Compensation of officers, directors, etc.	135,467.	114,887.	19,964.	616.
26	Other salaries and wages	1,136,360.	963,721.	167,465.	5,174.
27	Pension plan contributions	34,721.	26,763.	7,670.	288.
28	Other employee benefits	132,886.	116,815.	15,535.	536.
29	Payroll taxes	92,700.	78,550.	13,722.	428.
30	Professional fundraising fees				
31	Accounting fees	7,760.	2,106.	5,654.	
32	Legal fees	1,030.	279.	751.	
33	Supplies	17,179.	14,094.	3,040.	45.
34	Telephone	11,444.	9,542.	1,889.	13.
35	Postage and shipping	5,902.	4,915.	973.	14.
36	Occupancy	55,160.	46,972.	7,732.	456.
37	Equipment rental and maintenance				
38	Printing and publications	3,410.	2,863.	466.	81.
39	Travel	35,226.	33,945.	1,130.	151.
40	Conferences, conventions, and meetings	29,791.	27,661.	2,002.	128.
41	Interest	46,206.	40,052.	5,940.	214.
42	Depreciation, depletion, etc. (attach schedule)	29,775.	23,638.	6,076.	61.
43	Other expenses not covered above (itemize):				
a	_____				
b	_____				
c	_____				
d	_____				
e	SEE STATEMENT 2	374,910.	334,920.	24,811.	15,179.
44	Total functional expenses (add lines 22 through 43). Organizations completing columns (B)-(D), carry these totals to lines 13-15	2,149,927.	1,841,723.	284,820.	23,384.

Joint Costs. Check if you are following SOP 98-2.
 Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? Yes No
 If "Yes," enter (i) the aggregate amount of these joint costs \$ _____; (ii) the amount allocated to Program services \$ _____; (iii) the amount allocated to Management and general \$ _____; and (iv) the amount allocated to Fundraising \$ _____.

Part III Statement of Program Service Accomplishments

What is the organization's primary exempt purpose? SEE STATEMENT 3	Program Service Expenses (Required for 501(c)(3) and (4) orgs. and 4947(a)(1) trusts, but optional for others.)
a HOME SERVICES PROGRAM PROVIDES IN-HOME CARE, MEALS, AND ASSISTANCE FOR ELDERLY AND DISABLED PERSONS.	
(Grants and allocations \$ _____)	549,128.
b COUNSELING PROGRAM PROVIDES INDIVIDUAL, FAMILY, AND MARITAL TREATMENT.	
(Grants and allocations \$ _____)	1,089,788.
c CONSUMER CREDIT COUNSELING PROVIDES COUNSELING AND ASSISTANCE FOR THOSE TRYING TO PAY CREDITORS.	
(Grants and allocations \$ _____)	117,985.
d FAMILY ACCESS CENTER PROVIDES FAMILIES THE OPPORTUNITY TO SOCIALIZE WITH OTHERS ON FAMILY ISSUES.	
(Grants and allocations \$ _____)	84,822.
e Other program services (attach schedule)	
(Grants and allocations \$ _____)	
f Total of Program Service Expenses (should equal line 44, column (B), Program services)	1,841,723.

Part IV Balance Sheets

Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.

		(A) Beginning of year	(B) End of year
Assets	45 Cash - non-interest-bearing		45
	46 Savings and temporary cash investments	532,663.	46 824,080.
	47 a Accounts receivable	47a 80,767.	
	b Less: allowance for doubtful accounts	47b 21,694.	47c 59,073.
	48 a Pledges receivable	48a	
	b Less: allowance for doubtful accounts	48b	48c
	49 Grants receivable		49
	50 Receivables from officers, directors, trustees, and key employees		50
	51 a Other notes and loans receivable	51a	
	b Less: allowance for doubtful accounts	51b	51c
	52 Inventories for sale or use		52
	53 Prepaid expenses and deferred charges	32,410.	53 28,865.
	54 Investments - securities STMT 4 <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV	0.	54 12,545.
	55 a Investments - land, buildings, and equipment basis	55a	
	b Less: accumulated depreciation	55b	55c
56 Investments - other SEE STATEMENT 5	177,000.	56 176,999.	
57 a Land, buildings, and equipment basis	57a 1,060,103.		
b Less: accumulated depreciation	57b 136,366.	57c 923,737.	
58 Other assets (describe CASH IN ESCROW - BUILDING)	150,000.	58 0.	
59 Total assets (add lines 45 through 58) (must equal line 74)	1,710,672.	59 2,025,299.	
Liabilities	60 Accounts payable and accrued expenses	61,955.	60 92,637.
	61 Grants payable		61
	62 Deferred revenue	100,046.	62 246,584.
	63 Loans from officers, directors, trustees, and key employees		63
	64 a Tax-exempt bond liabilities		64a
	b Mortgages and other notes payable	680,000.	64b 669,390.
65 Other liabilities (describe _____)		65	
66 Total liabilities (add lines 60 through 65)	842,001.	66 1,008,611.	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.		
	67 Unrestricted	746,367.	67 890,292.
	68 Temporarily restricted	91,160.	68 95,177.
	69 Permanently restricted	31,144.	69 31,219.
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74.		
	70 Capital stock, trust principal, or current funds		70
	71 Paid-in or capital surplus, or land, building, and equipment fund		71
	72 Retained earnings, endowment, accumulated income, or other funds		72
73 Total net assets or fund balances (add lines 67 through 69 or lines 70 through 72; column (A) must equal line 19; column (B) must equal line 21)	868,671.	73 1,016,688.	
74 Total liabilities and net assets / fund balances (add lines 66 and 73)	1,710,672.	74 2,025,299.	

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

Part VI Other Information

Table with columns for question number, question text, and Yes/No columns. Includes questions 76 through 91 regarding organizational activities, financials, and governance.

Located at 1110 SIXTH STREET NW, ROCHESTER, MN ZIP +4 55901

92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041- Check here and enter the amount of tax-exempt interest received or accrued during the tax year

Part VII Analysis of Income-Producing Activities (See page 33 of the instructions.)

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclu- sion code	(D) Amount	
Note: Enter gross amounts unless otherwise indicated					
93 Program service revenue:					
a PROGRAM SERVICE FEES					303,587.
b PURCHASE OF SERVICES					1,519,330.
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	12,914.	
96 Dividends and interest from securities					
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			18	-315.	
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue:					
a MISCELLANEOUS					12,545.
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0.		12,599.	1,835,462.
105 Total (add line 104, columns (B), (D), and (E))					1,848,061.

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

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See page 34 of the instructions.)

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
▼	SEE STATEMENT 7


Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See page 34 of the instructions.)

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
N/A	%			
	%			
	%			

Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See page 34 of the instructions.)

- (a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? Yes No
- (b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? Yes No
- Note:** If "Yes" to (b), file Form 8870 and Form 4720 (see instructions).

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. I am a preparer of this return and I am not a partner in the organization.

Date: 5/12/04
 Signature:  **Brad Lohbach Executive Director**
 Type or print name and title.

Date: 5/11/04
 Check if self-employed:
 Preparer's SSN or PTIN: _____

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

		Yes	No
1	During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ► \$ _____ \$ _____ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.) Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes," must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.		X
2	During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is "Yes," attach a detailed statement explaining the transactions.) SEE STATEMENT 8		
a	Sale, exchange, or leasing of property?		X
b	Lending of money or other extension of credit?		X
c	Furnishing of goods, services, or facilities?		X
d	Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?	X	
e	Transfer of any part of its income or assets?		X
3 a	Do you make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how you determine that recipients qualify to receive payments.)		X
b	Do you have a section 403(b) annuity plan for your employees?	X	
4	Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?		X

Part IV Reason for Non-Private Foundation Status (See pages 3 through 6 of the instructions.)

The organization is not a private foundation because it is: (Please check only **ONE** applicable box.)

- 5 A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).
- 6 A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)
- 7 A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).
- 8 A Federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).
- 9 A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). Enter the hospital's name, city, and state ► _____
- 10 An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)
- 11a An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 11b A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 12 An organization that normally receives: (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions - subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
- 13 An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in: (1) lines 5 through 12 above; or (2) section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2). (See section 509(a)(3).)

Provide the following information about the supported organizations. (See page 5 of the instructions.)

(a) Name(s) of supported organization(s)	(b) Line number from above

- 14 An organization organized and operated to test for public safety. Section 509(a)(4). (See page 6 of the instructions.)

Part IV-A Support Schedule (Complete only if you checked a box on line 10, 11, or 12) Use cash method of accounting.
 Note: You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.

Calendar year (or fiscal year beginning in)	(a) 2002	(b) 2001	(c) 2000	(d) 1999	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	389,245.	396,445.	364,282.	366,973.	1,516,945.
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose	1,748,836.	1,714,632.	1,528,791.	1,247,915.	6,240,174.
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	19,829.	22,111.	21,100.	18,731.	81,771.
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					
23 Total of lines 15 through 22	2,157,910.	2,133,188.	1,914,173.	1,633,619.	7,838,890.
24 Line 23 minus line 17	409,074.	418,556.	385,382.	385,704.	1,598,716.
25 Enter 1% of line 23	21,579.	21,332.	19,142.	16,336.	
26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24					26a 31,974.
b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 1999 through 2002 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts					26b 0.
c Total support for section 509(a)(1) test: Enter line 24, column (e)					26c 1,598,716.
d Add: Amounts from column (e) for lines: 18 81,771. 19 _____ 22 _____ 26b _____					26d 81,771.
e Public support (line 26c minus line 26d total)					26e 1,516,945.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))					26f 94.8852%
27 Organizations described on line 12: a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." Do not file this list with your return. Enter the sum of such amounts for each year: N/A					
b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year: N/A					
c Add: Amounts from column (e) for lines: 15 _____ 16 _____ 17 _____ 20 _____ 21 _____					27c N/A
d Add: Line 27a total _____ and line 27b total _____					27d N/A
e Public support (line 27c total minus line 27d total)					27e N/A
f Total support for section 509(a)(2) test: Enter amount on line 23, column (e)					27f N/A
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))					27g N/A %
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))					27h N/A %
28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 1999 through 2002, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15.					NONE

Part V Private School Questionnaire (See page 7 of the instructions.)

N/A

(To be completed ONLY by schools that checked the box on line 6 in Part IV)

		Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.)		
<hr/>			
<hr/>			
32	Does the organization maintain the following:		
a	Records indicating the racial composition of the student body, faculty, and administrative staff?	32a	
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b	
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c	
d	Copies of all material used by the organization or on its behalf to solicit contributions? If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.)	32d	
<hr/>			
33	Does the organization discriminate by race in any way with respect to:		
a	Students' rights or privileges?	33a	
b	Admissions policies?	33b	
c	Employment of faculty or administrative staff?	33c	
d	Scholarships or other financial assistance?	33d	
e	Educational policies?	33e	
f	Use of facilities?	33f	
g	Athletic programs?	33g	
h	Other extracurricular activities? If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)	33h	
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34 a	Does the organization receive any financial aid or assistance from a governmental agency?	34a	
b	Has the organization's right to such aid ever been revoked or suspended? If you answered "Yes" to either 34a or b, please explain using an attached statement.	34b	
35	Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If "No," attach an explanation	35	

Part VI-A Lobbying Expenditures by Electing Public Charities (See page 9 of the instructions.)
 (To be completed ONLY by an eligible organization that filed Form 5768)

N/A

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

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred.)		(a) Affiliated group totals	(b) To be completed for ALL electing organizations												
		N/A													
36	Total lobbying expenditures to influence public opinion (grassroots lobbying)	36													
37	Total lobbying expenditures to influence a legislative body (direct lobbying)	37													
38	Total lobbying expenditures (add lines 36 and 37)	38													
39	Other exempt purpose expenditures	39													
40	Total exempt purpose expenditures (add lines 38 and 39)	40													
41	Lobbying nontaxable amount. Enter the amount from the following table - <table style="width: 100%; border: none;"> <tr> <td style="width: 50%;">If the amount on line 40 is -</td> <td style="width: 50%;">The lobbying nontaxable amount is -</td> </tr> <tr> <td>Not over \$500,000</td> <td>20% of the amount on line 40</td> </tr> <tr> <td>Over \$500,000 but not over \$1,000,000</td> <td>\$100,000 plus 15% of the excess over \$500,000</td> </tr> <tr> <td>Over \$1,000,000 but not over \$1,500,000</td> <td>\$175,000 plus 10% of the excess over \$1,000,000</td> </tr> <tr> <td>Over \$1,500,000 but not over \$17,000,000</td> <td>\$225,000 plus 5% of the excess over \$1,500,000</td> </tr> <tr> <td>Over \$17,000,000</td> <td>\$1,000,000</td> </tr> </table>	If the amount on line 40 is -	The lobbying nontaxable amount is -	Not over \$500,000	20% of the amount on line 40	Over \$500,000 but not over \$1,000,000	\$100,000 plus 15% of the excess over \$500,000	Over \$1,000,000 but not over \$1,500,000	\$175,000 plus 10% of the excess over \$1,000,000	Over \$1,500,000 but not over \$17,000,000	\$225,000 plus 5% of the excess over \$1,500,000	Over \$17,000,000	\$1,000,000	41	
If the amount on line 40 is -	The lobbying nontaxable amount is -														
Not over \$500,000	20% of the amount on line 40														
Over \$500,000 but not over \$1,000,000	\$100,000 plus 15% of the excess over \$500,000														
Over \$1,000,000 but not over \$1,500,000	\$175,000 plus 10% of the excess over \$1,000,000														
Over \$1,500,000 but not over \$17,000,000	\$225,000 plus 5% of the excess over \$1,500,000														
Over \$17,000,000	\$1,000,000														
42	Grassroots nontaxable amount (enter 25% of line 41)	42													
43	Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	43													
44	Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	44													

Caution: If there is an amount on either line 43 or line 44, you must file Form 4720.

4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the instructions for lines 45 through 50 on page 11 of the instructions.)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				N/A
	(a) 2003	(b) 2002	(c) 2001	(d) 2000	(e) Total
45 Lobbying nontaxable amount					0.
46 Lobbying ceiling amount (150% of line 45(e))					0.
47 Total lobbying expenditures					0.
48 Grassroots nontaxable amount					0.
49 Grassroots ceiling amount (150% of line 48(e))					0.
50 Grassroots lobbying expenditures					0.

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See page 12 of the instructions.)

N/A

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:

- a Volunteers
- b Paid staff or management (Include compensation in expenses reported on lines c through h.)
- c Media advertisements
- d Mailings to members, legislators, or the public
- e Publications, or published or broadcast statements
- f Grants to other organizations for lobbying purposes
- g Direct contact with legislators, their staffs, government officials, or a legislative body
- h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means
- i Total lobbying expenditures (Add lines c through h.)

Yes	No	Amount
		0.

If "Yes" to any of the above, also attach a statement giving a detailed description of the lobbying activities.

FORM 990 GAIN (LOSS) FROM PUBLICLY TRADED SECURITIES STATEMENT 1

DESCRIPTION	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	NET GAIN OR (LOSS)
LOSS ON SALE	66.	381.	0.	-315.
TO FORM 990, PART I, LINE 8	66.	381.	0.	-315.

FORM 990 OTHER EXPENSES STATEMENT 2

DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
REPAIRS & MAINTENANCE	21,741.	13,705.	7,992.	44.
MEAL PROGRAM PURCHASES	133,135.	133,135.		
INSURANCE	10,358.	8,248.	2,078.	32.
UNCOLLECTED SERVICE FEES	4,176.	4,176.		
DUES & SUBSCRIPTIONS	24,270.	20,941.	3,054.	275.
CONTRACTED SERVICES	45,220.	33,441.	752.	11,027.
MISCELLANEOUS	9,815.	5,085.	1,094.	3,636.
COUNTY OVERHEAD	79,668.	79,668.		
MIS SUPPORT	43,220.	35,624.	7,431.	165.
LICENSING & FEES	3,307.	897.	2,410.	
TOTAL TO FM 990, LN 43	374,910.	334,920.	24,811.	15,179.

FORM 990 STATEMENT OF ORGANIZATION'S PRIMARY EXEMPT PURPOSE STATEMENT 3
PART III

EXPLANATION

TO PROVIDE HOME CARE, COUNSELING, & HANDLE CONSUMER CREDIT FOR LOW INCOME FAMILIES AND ILL PERSONS.

FORM 990 NON-GOVERNMENT SECURITIES STATEMENT 4

SECURITY DESCRIPTION	CORPORATE STOCKS	CORPORATE BONDS	OTHER PUBLICLY TRADED SECURITIES	OTHER SECURITIES	TOTAL NON-GOV'T SECURITIES
PRINCIPAL FINANCIAL GROUP	12,545.				12,545.
TO 990, LN 54 COL B	12,545.				12,545.

FORM 990 OTHER INVESTMENTS STATEMENT 5

DESCRIPTION	VALUATION METHOD	AMOUNT
CERTIFICATES OF DEPOSIT	COST	176,999.
TOTAL TO FORM 990, PART IV, LINE 56, COLUMN B		176,999.

FORM 990

PART V - LIST OF OFFICERS, DIRECTORS,
TRUSTEES AND KEY EMPLOYEES

STATEMENT 6

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN- SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
BONNIE BRAASCH 1110 SIXTH STREET NW ROCHESTER, MN 55901	DIRECTOR VARIOUS	0.	0.	0.
STEVE JOHNSTON 1110 SIXTH STREET NW ROCHESTER, MN 55901	PRESIDENT VARIOUS	0.	0.	0.
MIKE FOGARTY 1110 SIXTH STREET NW ROCHESTER, MN 55901	TREASURER VARIOUS	0.	0.	0.
JOANN SCHOEN 1110 SIXTH STREET NW ROCHESTER, MN 55901	PAST PRESIDENT VARIOUS	0.	0.	0.
BRAD LOHRBACH 1110 SIXTH STREET NW ROCHESTER, MN 55901	EXEC DIRECTOR 40 HRS/WK	78,713.	3,936.	0.
LINDA HULL 1110 SIXTH STREET NW ROCHESTER, MN 55901	VICE PRESIDENT VARIOUS	0.	0.	0.
MICHAEL MCNEIL 1110 SIXTH STREET NW ROCHESTER, MN 55901	DIRECTOR VARIOUS	0.	0.	0.
PAT JUMP 1110 SIXTH STREET NW ROCHESTER, MN 55901	SECRETARY VARIOUS	0.	0.	0.
JONE EGLAND TRAPP 1110 SIXTH STREET NW ROCHESTER, MN 55901	ASSOC. DIRECTOR 40 HRS/WK	56,754.	15,516.	0.
JAMES RABE 1110 SIXTH STREET NW ROCHESTER, MN 55901	DIRECTOR VARIOUS	0.	0.	0.
MARY RICHARDS 1110 SIXTH STREET NW ROCHESTER, MN 55901	DIRECTOR VARIOUS	0.	0.	0.

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Depreciation Expense

Federal

For the Period: 01/01/03 - 12/31/03

Section 179 amounts included in depreciation values:

00-0000000

FY: 01/01/2003-12/31/2003

Sorted: (1) G/L Account #

(2) Asset ID (3) Date In Service

(4) None (5) None

System No.	S	Description	Date In Service	Method/Convention	Life	Cost or Other Basis	Bus./Inv. %	Sec. 179/Bonus	Salvage/Basis Adj.	Beg. Accum. Depreciation	Current Depreciation	Ending Accum. Depreciation
01-000-1220												
60		PLYMOUTH CAR	06/15/00	SL	N/A	19,660.26	100.0000	0.00	0.00	9,572.41	3,932.05	13,504.46
Subtotal before dispositions:												
		Less dispositions and exchanges				19,660.26		0.00	0.00	9,572.41	3,932.05	13,504.46
						<u>19,660.26</u>		<u>0.00</u>	<u>0.00</u>	<u>9,572.41</u>	<u>3,932.05</u>	<u>13,504.46</u>
01-000-1230												
40		2 SSSIS PENTIUM 1	12/15/96	SL	N/A	7,424.09	100.0000	0.00	0.00	7,424.09	0.00	7,424.09
41		12 LAZY BOY CH.	12/15/96	SL	N/A	1,138.64	100.0000	0.00	0.00	989.51	149.13	1,138.64
42		MOW LABEL PR	06/15/97	SL	N/A	637.95	100.0000	0.00	0.00	637.95	0.00	637.95
43		TP-760 LATPTOP	10/15/97	SL	N/A	3,399.00	100.0000	0.00	0.00	3,399.00	0.00	3,399.00
44		HP LASE JET FLA	12/15/97	SL	N/A	299.99	100.0000	0.00	0.00	299.99	0.00	299.99
45		HP INKJET PRINT	12/15/97	SL	N/A	349.00	100.0000	0.00	0.00	349.00	0.00	349.00
46		2 AMD K-6 233 CC	12/15/97	SL	N/A	3,484.70	100.0000	0.00	0.00	3,484.70	0.00	3,484.70
47		MOD SEC OFFI	12/15/97	SL	N/A	2,692.00	100.0000	0.00	0.00	1,922.92	384.57	2,307.49
48		IBM APTIVA / MO	04/15/98	SL	N/A	1,248.94	100.0000	0.00	0.00	1,186.50	62.44	1,248.94
49		EXECUTONE PHC	08/15/98	SL	N/A	8,495.00	100.0000	0.00	0.00	5,359.93	1,213.57	6,573.50
50		EXECUTONE SYS	08/15/98	SL	N/A	9,114.74	100.0000	0.00	0.00	8,051.36	1,063.38	9,114.74
51		IBM DESKTOP CC	10/15/98	SL	N/A	1,647.00	100.0000	0.00	0.00	1,647.00	0.00	1,647.00
52		GREAT PLAINS S	09/15/99	SL	N/A	8,542.00	100.0000	0.00	0.00	5,694.67	1,708.40	7,403.07
53		COMPUTER SY	09/15/99	SL	N/A	26,844.55	100.0000	0.00	0.00	12,783.13	3,834.94	16,618.07
54		HP LASERJET 4	04/15/01	SL	N/A	999.99	100.0000	0.00	0.00	350.00	200.00	550.00
55		IBM THINKPAD A	07/15/01	SL	N/A	1,803.12	100.0000	0.00	0.00	540.93	360.62	901.55
56		MATRIX ARMLES	11/15/02	SL	N/A	4,235.30	100.0000	0.00	0.00	141.30	847.06	988.36
61		FURNITURE	07/02/72	SL	N/A	1,614.80	100.0000	0.00	0.00	1,614.80	0.00	1,614.80
62		FURNITURE	06/15/84	SL	N/A	8,420.87	100.0000	0.00	0.00	8,420.87	0.00	8,420.87
63		FURNITURE	04/15/86	SL	N/A	18,917.01	100.0000	0.00	0.00	18,917.01	0.00	18,917.01
Subtotal before dispositions:												
		Less dispositions and exchanges				111,308.69		0.00	0.00	83,214.66	9,824.11	93,038.77
						<u>111,308.69</u>		<u>0.00</u>	<u>0.00</u>	<u>83,214.66</u>	<u>9,824.11</u>	<u>93,038.77</u>
01-000-1260												
57		REMODELING	09/15/91	SL	N/A	3,748.72	100.0000	0.00	0.00	3,748.72	0.00	3,748.72
58		REMODELING	12/15/96	SL	N/A	3,538.42	100.0000	0.00	0.00	3,538.42	0.00	3,538.42
59		REMODELING	11/15/98	SL	N/A	4,482.91	100.0000	0.00	0.00	4,482.91	0.00	4,482.91
Subtotal before dispositions:												
		Less dispositions and exchanges				11,770.05		0.00	0.00	11,770.05	0.00	11,770.05
						<u>11,770.05</u>		<u>0.00</u>	<u>0.00</u>	<u>11,770.05</u>	<u>0.00</u>	<u>11,770.05</u>
01-000-1270												
38		LAND	06/01/03		N/A	190,908.00	100.0000	0.00	0.00	0.00	0.00	0.00
Subtotal before dispositions:												
		Less dispositions and exchanges				190,908.00		0.00	0.00	0.00	0.00	0.00
						<u>190,908.00</u>		<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
01-000-1275												
75		BUILDING	06/01/03	SL	N/A	439,092.00	100.0000	0.00	0.00	0.00	6,403.42	6,403.42

[5214]

Depreciation Expense

Federal

For the Period: 01/01/03 - 12/31/03

Section 179 amounts included in depreciation values

00-00000000

FY: 01/01/2003-12/31/2003

Sorted: (1) G/L Account #

(2) Asset ID (3) Date In Service

(4) None (5) None

System No.	S	Description	Date In Service	Method/Convention	Life	Cost or Other Basis	Bus./Inv. %	Sec. 179/Bonus	Salvage/Basis Adj.	Beg. Accum. Depreciation	Current Depreciation	Ending Accum. Depreciation
Subtotal before dispositions:												
Less dispositions and exchanges												
Net for: 01-000-1275												
01-000-1285												
1		Precision sign - LE	06/01/03	SL	N/A	27,695.58	100.0000	0.00	0.00	0.00	1,077.05	1,077.05
2		AB Systems - rem	06/01/03	SL	N/A	16,317.20	100.0000	0.00	0.00	0.00	237.96	237.96
3		Home Systems - 1	06/01/03	SL	N/A	1,950.00	100.0000	0.00	0.00	0.00	113.75	113.75
4		Ab Systems - 2nd	06/01/03	SL	N/A	49,215.70	100.0000	0.00	0.00	0.00	717.73	717.73
5		Ab Systems - 2nd	06/01/03	SL	N/A	47,462.10	100.0000	0.00	0.00	0.00	692.15	692.15
6		Precision Signs - L	06/01/03	SL	N/A	2,580.00	100.0000	0.00	0.00	0.00	100.33	100.33
7		Metro System	06/01/03	SL	N/A	7,627.42	100.0000	0.00	0.00	0.00	444.93	444.93
19		PROFSVC - YAGG	06/01/03	SL	N/A	267.62	100.0000	0.00	0.00	0.00	3.90	3.90
20		PROF AIDE - YAG	06/01/03	SL	N/A	1,326.24	100.0000	0.00	0.00	0.00	19.34	19.34
21		GAS BILL - AQUJ	06/01/03	SL	N/A	774.07	100.0000	0.00	0.00	0.00	11.29	11.29
22		ELECTRIC/WATE	06/01/03	SL	N/A	277.50	100.0000	0.00	0.00	0.00	4.05	4.05
23		GAS BILL - AQUJ	06/01/03	SL	N/A	823.03	100.0000	0.00	0.00	0.00	12.00	12.00
25		ELEC/SEWERAW	06/01/03	SL	N/A	248.04	100.0000	0.00	0.00	0.00	3.62	3.62
26		GAS BILL - AQUJ	06/01/03	SL	N/A	640.88	100.0000	0.00	0.00	0.00	9.34	9.34
27		PROF AIDE - YA	06/01/03	SL	N/A	328.00	100.0000	0.00	0.00	0.00	4.78	4.78
28		GAS BILL - RPU	06/01/03	SL	N/A	289.71	100.0000	0.00	0.00	0.00	4.22	4.22
29		MOVE BLDG LJ	06/01/03	SL	N/A	918.00	100.0000	0.00	0.00	0.00	13.39	13.39
30		PAINTING @ 111	06/01/03	SL	N/A	845.00	100.0000	0.00	0.00	0.00	12.33	12.33
31		CABLING - VENTL	06/01/03	SL	N/A	241.71	100.0000	0.00	0.00	0.00	14.10	14.10
32		DATA LINES - VE	06/01/03	SL	N/A	300.46	100.0000	0.00	0.00	0.00	17.53	17.53
33		LABOR FOR BOI	06/01/03	SL	N/A	93.00	100.0000	0.00	0.00	0.00	1.36	1.36
34		BALANCE ON WC	06/01/03	SL	N/A	8,783.37	100.0000	0.00	0.00	0.00	512.36	512.36
35		MATERIALS/CAB	06/01/03	SL	N/A	5,700.00	100.0000	0.00	0.00	0.00	332.50	332.50
36		MOVED PHONE S	06/01/03	SL	N/A	1,955.00	100.0000	0.00	0.00	0.00	114.04	114.04
37		CENTREX CHGS -	06/01/03	SL	N/A	407.00	100.0000	0.00	0.00	0.00	23.74	23.74
64		GAS BILL - AQUJ	06/01/03	SL	N/A	253.55	100.0000	0.00	0.00	0.00	3.70	3.70
65		BUILDING REMOI	06/01/03	SL	N/A	197.00	100.0000	0.00	0.00	0.00	2.88	2.88
66		INSPECTION OF E	06/01/03	SL	N/A	400.00	100.0000	0.00	0.00	0.00	5.83	5.83
67		HVAC EQUIP IN	06/01/03	SL	N/A	385.00	100.0000	0.00	0.00	0.00	5.62	5.62
68		WALK THRU - H	06/01/03	SL	N/A	129.50	100.0000	0.00	0.00	0.00	1.89	1.89
69		HOME FED REM	06/01/03	SL	N/A	544.00	100.0000	0.00	0.00	0.00	7.93	7.93
70		ARCHITECT/AIDE	06/01/03	SL	N/A	691.18	100.0000	0.00	0.00	0.00	10.08	10.08
71		CLOSING COSTS	06/01/03	SL	N/A	4,069.75	100.0000	0.00	0.00	0.00	59.35	59.35
72		HVAC REPAIRS	06/01/03	SL	N/A	1,764.00	100.0000	0.00	0.00	0.00	25.72	25.72
73		LOCKS, KEYS, P	06/01/03	SL	N/A	276.35	100.0000	0.00	0.00	0.00	4.03	4.03
74		PROF SVS ARCHI	06/01/03	SL	N/A	9,151.00	100.0000	0.00	0.00	0.00	133.45	133.45
24		PANEL SYSTEM	06/01/03	SL	N/A	8,524.27	100.0000	0.00	0.00	0.00	497.25	497.25
Subtotal before dispositions:												
Less dispositions and exchanges												
Net for: 01-000-1285												
03-000-1230												
Less dispositions and exchanges												
Net for: 01-000-1285												

Depreciation Expense

Federal

For the Period: 01/01/03 - 12/31/03

Section 179 amounts included in depreciation values

System No.	S	Description	Date In Service	Method/Convention	Life	Cost or Other Basis	Bus./Inv. %	Sec. 179/Bonus	Salvage/Basis Adj.	Beg. Accum. Depreciation	Current Depreciation	Ending Accum. Depreciation
03-000-1230												
8		12 Lazy Boy Chair	12/15/96	SL	N/A	185.36	100.0000	0.00	0.00	161.09	24.27	185.36
9		Mod Sec Office I	12/15/97	SL	N/A	673.00	100.0000	0.00	0.00	480.70	96.14	576.84
10		Executone phone	08/15/98	SL	N/A	1,500.00	100.0000	0.00	0.00	946.45	214.29	1,160.74
11		Executone Syste	08/15/98	SL	N/A	2,280.00	100.0000	0.00	0.00	2,014.00	266.00	2,280.00
12		Laptop/ Carry Ca	04/15/99	SL	N/A	1,799.99	100.0000	0.00	0.00	964.28	257.14	1,221.42
13		PROJECTOR / L	04/15/99	SL	N/A	5,035.00	100.0000	0.00	0.00	2,697.34	719.29	3,416.63
14		COMPUTER SY	09/15/99	SL	N/A	13,561.54	100.0000	0.00	0.00	6,457.87	1,937.36	8,395.23
15		IBM THINKPAD A	07/15/01	SL	N/A	245.88	100.0000	0.00	0.00	73.77	49.18	122.95
16		401 66	11/15/02	SL	N/A	401.66	100.0000	0.00	0.00	13.39	80.33	93.72
Subtotal before dispositions:						25,682.43		0.00	0.00	13,808.89	3,644.00	17,452.89
Less dispositions and exchanges						0.00		0.00	0.00	0.00	0.00	0.00
Net for: 03-000-1230						25,682.43		0.00	0.00	13,808.89	3,644.00	17,452.89
03-000-1260												
18		REMODELING	11/15/98	SL	N/A	320.21	100.0000	0.00	0.00	320.21	0.00	320.21
17		REMODELING	12/15/96	SL	N/A	324.41	100.0000	0.00	0.00	324.41	0.00	324.41
Subtotal before dispositions:						644.62		0.00	0.00	644.62	0.00	644.62
Less dispositions and exchanges						0.00		0.00	0.00	0.00	0.00	0.00
Net for: 03-000-1260						644.62		0.00	0.00	644.62	0.00	644.62
03-000-1270												
39		LAND	06/01/03	N/A	0 0	21,212.00	100.0000	0.00	0.00	0.00	0.00	0.00
Subtotal before dispositions:						21,212.00		0.00	0.00	0.00	0.00	0.00
Less dispositions and exchanges						0.00		0.00	0.00	0.00	0.00	0.00
Net for: 03-000-1270						21,212.00		0.00	0.00	0.00	0.00	0.00
03-000-1275												
76		BUILDING	06/01/03	SL	N/A	48,788.00	100.0000	0.00	0.00	0.00	711.49	711.49
Subtotal before dispositions:						48,788.00		0.00	0.00	0.00	711.49	711.49
Less dispositions and exchanges						0.00		0.00	0.00	0.00	0.00	0.00
Net for: 03-000-1275						48,788.00		0.00	0.00	0.00	711.49	711.49
Subtotal before dispositions:						1,072,518.28		0.00	0.00	119,010.63	29,770.59	148,781.22
Less dispositions and exchanges						0.00		0.00	0.00	0.00	0.00	0.00
Grand total:						1,072,518.28		0.00	0.00	119,010.63	29,770.59	148,781.22