

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)

2006

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 2006 calendar year, or tax year beginning **JUL 1, 2006** and ending **JUN 30, 2007**

B Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	C Name of organization ST. STEPHEN'S HUMAN SERVICES, INC.	D Employer identification number 01-0639118
	Please use IRS label or print or type See Specific Instructions Number and street (or P O box if mail is not delivered to street address) Room/suite 2211 CLINTON AVENUE SOUTH	E Telephone number 612-874-0311
	City or town, state or country, and ZIP + 4 MINNEAPOLIS, MN 55404-3656	F Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> 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.

G Website: **WWW.STSTEPHSCOMMUNITY.ORG**

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

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

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

H(b) If "Yes," enter number of affiliates **N/A**

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

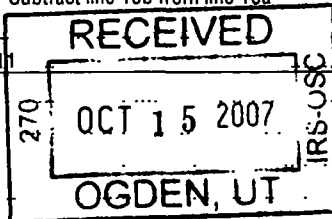
I Group Exemption Number **N/A**

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

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 **3,714,122.**

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

Revenue	1 Contributions, gifts, grants, and similar amounts received				
	a Contributions to donor advised funds	1a			
	b Direct public support (not included on line 1a)	1b	994,840.		
	c Indirect public support (not included on line 1a)	1c	103,700.		
	d Government contributions (grants) (not included on line 1a)	1d	1,709,886.		
	e Total (add lines 1a through 1d) (cash \$ 2,808,426. noncash \$)	1e			2,808,426.
	2 Program service revenue including government fees and contracts (from Part VII, line 93)	2			546,279.
	3 Membership dues and assessments	3			
	4 Interest on savings and temporary cash investments	4			
	5 Dividends and interest from securities	5			6,905.
	6a Gross rents	6a			
	b Less rental expenses	6b			
c Net rental income or (loss) Subtract line 6b from line 6a	6c				
7 Other investment income (describe)	7				
8a Gross amount from sales of assets other than inventory	(A) Securities		(B) Other		
	336,323.	8a			
	292,930.	8b			
	43,393.	8c			
d Net gain or (loss). Combine line 8c, columns (A) and (B) STMT 1	8d			43,393.	
9 Special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/>					
a Gross revenue (not including \$ 0. of contributions reported on line 1b)	9a	16,189.			
b Less direct expenses other than fundraising expenses	9b	6,268.			
c Net income or (loss) from special events Subtract line 9b from line 9a SEE STATEMENT 2	9c			9,921.	
10a 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 Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11	12			3,414,924.	
Expenses	13 Program services (from line 44, column (B))	13		2,906,345.	
	14 Management and general (from line 44, column (C))	14		310,284.	
	15 Fundraising (from line 44, column (D))	15		162,870.	
	16 Payments to affiliates (attach schedule)	16			
	17 Total expenses. Add lines 16 and 44, column (A)	17			3,379,499.
18 Excess or (deficit) for the year Subtract line 17 from line 12	18			35,425.	
Net Assets	19 Net assets or fund balances at beginning of year (from line 73, column (A))	19		1,360,196.	
	20 Other changes in net assets or fund balances (attach explanation) SEE STATEMENT 3	20		9,838.	
	21 Net assets or fund balances at end of year Combine lines 18, 19, and 20	21			1,405,459.



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Part II Statement of Functional Expenses

All organizations must complete column (A) Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.	(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22a Grants paid from donor advised funds (attach schedule) (cash \$ <u>0</u> . noncash \$ <u>0</u> . If this amount includes foreign grants, check here <input type="checkbox"/> 22a				
22b Other grants and allocations (attach schedule) (cash \$ <u>0</u> . noncash \$ <u>0</u> . If this amount includes foreign grants, check here <input type="checkbox"/> 22b				
23 Specific assistance to individuals (attach schedule) 23				
24 Benefits paid to or for members (attach schedule) 24				
25a Compensation of current officers, directors, key employees, etc listed in Part V-A 25a	95,241.	26,971.	68,270.	0.
b Compensation of former officers, directors, key employees, etc listed in Part V-B 25b	0.	0.	0.	0.
c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) 25c				
26 Salaries and wages of employees not included on lines 25a, b, and c 26	1,206,448.	1,136,081.		70,367.
27 Pension plan contributions not included on lines 25a, b, and c 27	43,693.	40,581.	836.	2,276.
28 Employee benefits not included on lines 25a - 27 28	288,994.	268,484.	3,756.	16,754.
29 Payroll taxes 29	105,723.	95,227.	4,713.	5,783.
30 Professional fundraising fees 30				
31 Accounting fees 31	11,750.	11,750.		
32 Legal fees 32	744.	175.	569.	
33 Supplies 33				
34 Telephone 34	12,969.	10,984.	1,845.	140.
35 Postage and shipping 35	17,569.	3,340.	92.	14,137.
36 Occupancy 36				
37 Equipment rental and maintenance 37	10,606.	8,805.	1,801.	
38 Printing and publications 38	39,641.	4,028.	163.	35,450.
39 Travel 39	12,454.	12,361.	59.	34.
40 Conferences, conventions, and meetings 40	25,056.	17,966.	6,199.	891.
41 Interest 41				
42 Depreciation, depletion, etc. (attach schedule) 42	22,665.	22,665.		
43 Other expenses not covered above (itemize):				
a _____ 43a				
b _____ 43b				
c _____ 43c				
d _____ 43d				
e _____ 43e				
f _____ 43f				
g SEE STATEMENT 4 43g	1,485,946.	1,246,927.	221,981.	17,038.
44 Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15) 44	3,379,499.	2,906,345.	310,284.	162,870.

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 \$ N/A, (ii) the amount allocated to Program services \$ N/A,
 (iii) the amount allocated to Management and general \$ N/A, and (iv) the amount allocated to Fundraising \$ N/A

Part IV Balance Sheets (See the instructions.)

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

		(A) Beginning of year		(B) End of year	
Assets	45	Cash - non-interest-bearing	506,302.	45	560,744.
	46	Savings and temporary cash investments	10,600.	46	1,965.
	47 a	Accounts receivable	47a 10,578.		
	b	Less: allowance for doubtful accounts	47b	47c 6,294.	10,578.
	48 a	Pledges receivable	48a 66,550.		
	b	Less: allowance for doubtful accounts	48b	48c 157,700.	66,550.
	49	Grants receivable	178,333.	49	205,703.
	50 a	Receivables from current and former officers, directors, trustees, and key employees		50a	
	b	Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)		50b	
	51 a	Other notes and loans receivable STMT 7	51a 45,631.		
	b	Less: allowance for doubtful accounts	51b	51c 17,858.	45,631.
	52	Inventories for sale or use		52	
	53	Prepaid expenses and deferred charges	1,310.	53	3,006.
	54 a	Investments - publicly-traded securities		54a	
	b	Investments - other securities STMT 9		54b 729,530.	782,226.
55 a	Investments - land, buildings, and equipment: basis	55a			
b	Less: accumulated depreciation	55b	55c		
56	Investments - other		56		
57 a	Land, buildings, and equipment: basis	57a 339,966.			
b	Less: accumulated depreciation STMT 8	57b 45,329.	57c 317,302.	294,637.	
58	Other assets, including program-related investments (describe ▶ _____)		58		
59	Total assets (must equal line 74). Add lines 45 through 58	1,925,229.	59	1,971,040.	
Liabilities	60	Accounts payable and accrued expenses	105,029.	60	125,433.
	61	Grants payable		61	
	62	Deferred revenue	196,249.	62	204,276.
	63	Loans from officers, directors, trustees, and key employees		63	
	64 a	Tax-exempt bond liabilities		64a	
	b	Mortgages and other notes payable		64b	
	65	Other liabilities (describe ▶ PARTICIPANT DEPOSITS)	263,755.	65	235,872.
66	Total liabilities. Add lines 60 through 65	565,033.	66	565,581.	
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	1,084,496.	67	1,174,025.
	68	Temporarily restricted	275,700.	68	231,434.
	69	Permanently restricted		69	
	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 and column (B) must equal line 21)	1,360,196.	73	1,405,459.
	74	Total liabilities and net assets/fund balances. Add lines 66 and 73.	1,925,229.	74	1,971,040.

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

a	Total revenue, gains, and other support per audited financial statements		a	3,420,486.
b	Amounts included on line a but not on Part I, line 12:			
1	Net unrealized gains on investments	b1	9,838.	
2	Donated services and use of facilities	b2		
3	Recoveries of prior year grants	b3		
4	Other (specify): SPECIAL EVENTS EXPENSE	b4	6,268.	
	Add lines b1 through b4			b 16,106.
c	Subtract line b from line a			c 3,404,380.
d	Amounts included on Part I, line 12, but not on line a:			
1	Investment expenses not included on Part I, line 6b	d1		
2	Other (specify): INVESTMENT FEES	d2	10,544.	
	Add lines d1 and d2			d 10,544.
e	Total revenue (Part I, line 12). Add lines c and d			e 3,414,924.

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

a	Total expenses and losses per audited financial statements		a	3,375,223.
b	Amounts included on line a but not on Part I, line 17:			
1	Donated services and use of facilities	b1		
2	Prior year adjustments reported on Part I, line 20	b2		
3	Losses reported on Part I, line 20	b3		
4	Other (specify): SPECIAL EVENTS EXPENSES	b4	6,268.	
	Add lines b1 through b4			b 6,268.
c	Subtract line b from line a			c 3,368,955.
d	Amounts included on Part I, line 17, but not on line a:			
1	Investment expenses not included on Part I, line 6b	d1		
2	Other (specify): INVESTMENT FEES	d2	10,544.	
	Add lines d1 and d2			d 10,544.
e	Total expenses (Part I, line 17). Add lines c and d			e 3,379,499.

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

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (If not paid, enter -0-.)	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
SEE STATEMENT 10		80,008.	15,233.	0.

Part VI Other Information (continued)

		Yes	No
82 a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	X	
b	If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.)		
82b			
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?	X	
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	X	
83b			
84 a	Did the organization solicit any contributions or gifts that were not tax deductible?		X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	N/A	
84b			
85	501(c)(4), (5), or (6) organizations. a Were substantially all dues nondeductible by members?	N/A	
b	Did the organization make only in-house lobbying expenditures of \$2,000 or less? If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.	N/A	
85a			
85b			
c	Dues, assessments, and similar amounts from members	N/A	
85c			
d	Section 162(e) lobbying and political expenditures	N/A	
85d			
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	N/A	
85e			
f	Taxable amount of lobbying and political expenditures (line 85d less 85e)	N/A	
85f			
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	N/A	
85g			
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	N/A	
85h			
86	501(c)(7) organizations. Enter: a Initiation fees and capital contributions included on line 12	N/A	
86a			
b	Gross receipts, included on line 12, for public use of club facilities	N/A	
86b			
87	501(c)(12) organizations. Enter: a Gross income from members or shareholders	N/A	
87a			
b	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	N/A	
87b			
88 a	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX		X
88a			
b	At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Part XI		X
88b			
89 a	501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 <u>0.</u> ; section 4912 <u>0.</u> ; section 4955 <u>0.</u>		
b	501(c)(3) and 501(c)(4) organizations. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction		X
89b			
c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 <u>0.</u>		
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization <u>0.</u>		
89e			
e	All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?		X
89e			
f	All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?		X
89f			
g	For supporting organizations and sponsoring organizations maintaining donor advised funds. Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		X
89g			
90 a	List the states with which a copy of this return is filed <u>MN</u>		
b	Number of employees employed in the pay period that includes March 12, 2006 <u>44</u>		
90b			
91 a	The books are in care of <u>MARVIN WELK</u> Telephone no <u>612-870-2261</u> Located at <u>2211 CLINTON AVENUE SOUTH, MINNEAPOLIS, MN</u> ZIP + 4 <u>55404-3656</u>		
b	At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If "Yes," enter the name of the foreign country <u>N/A</u> See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.		X
91b			

Part VI Other Information (continued) Yes No

c At any time during the calendar year, did the organization maintain an office outside of the United States? 91c Yes No
 If "Yes," enter the name of the foreign country N/A

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

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

Note: Enter gross amounts unless otherwise indicated.

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclu- sion code	(D) Amount	
93 Program service revenue:					
a RENTAL INCOME					433,550.
b FEE INCOME					112,729.
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					
96 Dividends and interest from securities			14	6,905.	
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	43,393.	
101 Net income or (loss) from special events			01	9,921.	
102 Gross profit or (loss) from sales of inventory					
103 Other revenue:					
a					
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0.		60,219.	546,279.
105 Total (add line 104, columns (B), (D), and (E))					606,498.

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

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

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes)
▼	SEE STATEMENT 11

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

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

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

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

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

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

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

106 Did the reporting organization make any transfers to a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.

Yes	No

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

107 Did the reporting organization receive any transfers from a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.

Yes	No

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

108 Did the organization have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in question 107 above?

Yes	No

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.

Please Sign Here: *Mikkel Beckmen* Signature of officer, Date: *October 8, 2007*
 Type or print name and title: *Mikkel Beckmen Executive Director*

Paid Preparer's Use Only: Preparer's signature: *Daniel J. Russ*, Date: *09/20/07*, Check if self-employed: , Preparer's SSN or PTIN (See Gen. Inst. X): *P00076153*
 Firm's name (or yours if self-employed), address, and ZIP + 4: *MAHONEY, ULBRICH, CHRISTIANSEN & RUSS P.A.* EIN:
30 EAST PLATO BOULEVARD
SAINT PAUL, MN 55107-1809 Phone no: *(651) 227-6695*

SCHEDULE A
(Form 990 or 990-EZ)

Organization Exempt Under Section 501(c)(3)

OMB No 1545-0047

(Except Private Foundation) and Section 501(e), 501(f), 501(k),
501(n), or 4947(a)(1) Nonexempt Charitable Trust

2006

Department of the Treasury
Internal Revenue Service

Supplementary Information-(See separate instructions.)
▶ **MUST be completed by the above organizations and attached to their Form 990 or 990-EZ**

Name of the organization

ST. STEPHEN'S HUMAN SERVICES, INC.

Employer identification number

01 0639118

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

(See page 2 of the instructions. List each one. If there are none, enter "None.")

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
P. KATE BENDEL 2211 CLINTON AVENUE SOUTH, MINNEAPOLI	RESIDENCE DIRECTOR 40.00	57,052.	8,429.	
RICHARD AMOS 2211 CLINTON AVENUE SOUTH, MINNEAPOLI	SERVICES DIRECTOR 40.00	47,184.	16,229.	
SUSAN ROEDL 2211 CLINTON AVENUE SOUTH, MINNEAPOLI	EMP & FAMILY SERV 40.00	48,035.	13,781.	
ALLYSEN HOBERG 2211 CLINTON AVENUE SOUTH, MINNEAPOLI	SHELTER DIRECTOR 40.00	47,184.	13,572.	
SARA FERROTTE 2211 CLINTON AVENUE SOUTH, MINNEAPOLI	HOUSING CASE MGR 40.00	39,683.	15,634.	
Total number of other employees paid over \$50,000 ▶	3			

Part II-A Compensation of the Five Highest Paid Independent Contractors for Professional Services

(See page 2 of the instructions. List each one (whether individuals or firms) if there are none, enter "None.")

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over \$50,000 for professional services ▶	0	

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

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

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Total number of other contractors receiving over \$50,000 for other services ▶	0	

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.)		
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)? SEE PART V-A, FORM 990	X	
e	Transfer of any part of its income or assets?		X
3	Did the organization make grants for scholarships, fellowships, student loans, etc? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments)		X
b	Did the organization have a section 403(b) annuity plan for its employees?	X	
c	Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If "Yes," attach a detailed statement		X
d	Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?		X
4	Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g		X
b	Did the organization make any taxable distributions under section 4966?	N/A	
c	Did the organization make a distribution to a donor, donor advisor, or related person?	N/A	
d	Enter the total number of donor advised funds owned at the end of the tax year	N/A	
e	Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year	N/A	
f	Enter the total number of separate funds or accounts owned at the end of the year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts	0.	
g	Enter the aggregate value of assets in all funds or accounts included on line 4f at the end of the tax year	0.	

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

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

- 5 A church, convention of churches, or association of churches Section 170(b)(1)(A)(i)
- 6 A school Section 170(b)(1)(A)(ii) (Also complete Part V)
- 7 A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).
- 8 A federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).
- 9 A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii) Enter the hospital's name, city, and state ►
- 10 An organization operated for the benefit of a college or university owned or operated by a governmental unit Section 170(b)(1)(A)(iv) (Also complete the **Support Schedule** in Part IV-A)
- 11a An organization that normally receives a substantial part of its support from a governmental unit or from the general public Section 170(b)(1)(A)(vi) (Also complete the **Support Schedule** in Part IV-A.)
- 11b A community trust Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A)
- 12 An organization that normally receives (1) more than 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 otherwise meets the requirements of section 509(a)(3) Check the box that describes the type of supporting organization.
 Type I Type II Type III-Functionally Integrated Type III-Other

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

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

- 14 An organization organized and operated to test for public safety Section 509(a)(4) (See page 7 of the instructions)

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

Calendar year (or fiscal year beginning in)	(a) 2005	(b) 2004	(c) 2003	(d) 2002	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28.)	3,149,205.	2,355,322.	2,091,068.	1,840,258.	9,435,853.
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	454,529.	420,238.	355,340.	238,667.	1,468,774.
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	4,088.	27,126.			31,214.
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	3,607,822.	2,802,686.	2,446,408.	2,078,925.	10,935,841.
24 Line 23 minus line 17	3,153,293.	2,382,448.	2,091,068.	1,840,258.	9,467,067.
25 Enter 1% of line 23	36,078.	28,027.	24,464.	20,789.	
26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24.					26a 189,341.
b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 2002 through 2005 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts					26b 21,318.
c Total support for section 509(a)(1) test. Enter line 24, column (e)					26c 9,467,067.
d Add: Amounts from column (e) for lines 18 31,214. 19 22 21,318.					26d 52,532.
e Public support (line 26c minus line 26d total)					26e 9,414,535.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))					26f 99.4451%
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					
(2005) (2004) (2003) (2002)					
b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000 (Include in the list organizations described in lines 5 through 11b, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year: N/A					
(2005) (2004) (2003) (2002)					
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 2002 through 2005, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15

Part V Private School Questionnaire (See page 9 of the instructions)

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)		

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	

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	

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 10 of the instructions)

N/A

(To be completed ONLY by an eligible organization that filed Form 5768)

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

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred)		(a) Affiliated group totals	(b) To be completed for all electing organizations
		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 -			
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 13 of the instructions)

Calendar year (or fiscal year beginning in)	Lobbying Expenditures During 4-Year Averaging Period				N/A (e) Total
	(a) 2006	(b) 2005	(c) 2004	(d) 2003	
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 13 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	Yes	No	Amount
a Volunteers			
b Paid staff or management (Include compensation in expenses reported on lines c through h.)			
c Media advertisements			
d Mailings to members, legislators, or the public			
e Publications, or published or broadcast statements			
f Grants to other organizations for lobbying purposes			
g Direct contact with legislators, their staffs, government officials, or a legislative body			
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means			
i Total lobbying expenditures (Add lines c through h.)			0.

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

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
1	SHELTER IMPROVEMENTS	070105SL		15.00	16	114,394.			114,394.	7,626.		7,627.
2	KATERI IMPROVEMENTS	070105SL		15.00	16	225,572.			225,572.	15,038.		15,038.
	* TOTAL 990 PAGE 2 DEPR					339,966.		0.	339,966.	22,664.	0.	22,665.

628102 07-28-06 (D) - Asset disposed * ITC, Section 179, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone

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)
SALE OF SECURITIES	336,323.	292,930.	0.	43,393.
TO FORM 990, PART I, LINE 8	336,323.	292,930.	0.	43,393.

FORM 990 **SPECIAL EVENTS AND ACTIVITIES** **STATEMENT 2**

DESCRIPTION OF EVENT	GROSS RECEIPTS	CONTRIBUT. INCLUDED	GROSS REVENUE	DIRECT EXPENSES	NET INCOME
ITALIAN DINNER	6,834.		6,834.	1,209.	5,625.
EFS FUN RUN	1,410.		1,410.	1,102.	308.
OTHER FUNDRAISING PROJECTS	7,945.		7,945.	3,957.	3,988.
TO FM 990, PART I, LINE 9	16,189.		16,189.	6,268.	9,921.

FORM 990 **OTHER CHANGES IN NET ASSETS OR FUND BALANCES** **STATEMENT 3**

DESCRIPTION	AMOUNT
UNREALIZED GAIN ON INVESTMENTS	9,838.
TOTAL TO FORM 990, PART I, LINE 20	9,838.

FORM 990 **OTHER EXPENSES** **STATEMENT 4**

DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
OFFICE EXPENSE	6,600.	6,191.	151.	258.
FUNDRAISING	17,221.	441.		16,780.
PROGRAM EXPENSES	1,099,391.	1,098,891.	500.	
ADMINISTRATIVE FACILITIES	209,257.		209,257.	
INSURANCE	126,154.	126,154.		
CONTRACTED SERVICES	2,100.	650.	1,450.	
	14,179.	14,100.	79.	

INVESTMENT FEES	10,544.		10,544.	
PROFESSIONAL FEES	500.	500.		
TOTAL TO FM 990, LN 43	1,485,946.	1,246,927.	221,981.	17,038.

FORM 990 STATEMENT OF ORGANIZATION'S PRIMARY EXEMPT PURPOSE STATEMENT 5
PART III

EXPLANATION

THE MISSION OF ST. STEPHEN'S HUMAN SERVICES, INC. IS TO END HOMELESSNESS. LOCATED IN MINNEAPOLIS, MINNESOTA, ST. STEPHEN'S PROVIDES SHELTER, HOUSING, EMPLOYMENT, RECOVERY, AND OTHER SUPPORTS TO FAMILIES AND INDIVIDUALS EXPERIENCING POVERTY AND HOMELESSNESS.

FORM 990 OTHER PROGRAM SERVICES STATEMENT 6

DESCRIPTION OF OTHER PROGRAM SERVICES	GRANTS AND ALLOCATIONS	EXPENSES
ALLIANCE OF THE STREETS	0.	117,871.
FREE STORE	0.	19,408.
HUMAN RIGHTS	0.	55,397.
KID'S RESILIENCE EDUCATION	0.	54,311.
TOTAL TO FORM 990, PART III, LINE E		246,987.

FORM 990 PART V-A - LIST OF CURRENT OFFICERS, DIRECTORS, TRUSTEES AND KEY EMPLOYEES STATEMENT 10

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN- SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
MIKKEL BECKMEN 2211 CLINTON AVENUE SOUTH MINNEAPOLIS, MN 55404-3694	EXECUTIVE DIRECTOR 40.00	80,008.	15,233.	0.
GARY ELLIS 2211 CLINTON AVENUE SOUTH MINNEAPOLIS, MN 55404-3694	PRESIDENT 1.00	0.	0.	0.
PETER MOLENDIA 2211 CLINTON AVENUE SOUTH MINNEAPOLIS, MN 55404-3694	DIRECTOR 1.00	0.	0.	0.
DENNIS WARREN 2211 CLINTON AVENUE SOUTH MINNEAPOLIS, MN 55404-3694	DIRECTOR 1.00	0.	0.	0.
MONICA NILLSON 2211 CLINTON AVENUE SOUTH MINNEAPOLIS, MN 55404-3694	SECRETARY 1.00	0.	0.	0.
SUBI AMBROSE 2211 CLINTON AVENUE SOUTH MINNEAPOLIS, MN 55404-3694	DIRECTOR 1.00	0.	0.	0.
JOHN SAUER 2211 CLINTON AVENUE SOUTH MINNEAPOLIS, MN 55404-3694	DIRECTOR 1.00	0.	0.	0.
ANNE QUINCY 2211 CLINTON AVENUE SOUTH MINNEAPOLIS, MN 55404-3694	DIRECTOR 1.00	0.	0.	0.
BOB WAGNER 2211 CLINTON AVENUE SOUTH MINNEAPOLIS, MN 55404-3694	EX-OFFICIO 1.00	0.	0.	0.
TOTALS INCLUDED ON FORM 990, PART V-A		80,008.	15,233.	0.

FORM 990

PART VIII - RELATIONSHIP OF ACTIVITIES TO
ACCOMPLISHMENT OF EXEMPT PURPOSES

STATEMENT 11

LINE EXPLANATION OF RELATIONSHIP OF ACTIVITIES

93A RENTS CHARGED TO ASSIST NATIVE AMERICAN WOMEN WITH SOBRIETY AND ALSO
RENTS FOR RESIDENTS WHO CAN DEMONSTRATE LIVING ON THEIR OWN.

93B ORGANIZATION CHARGES A FEE TO CONTINUE TO OPERATE A MONTHLY INDIVIDUAL
BILL PAYING SERVICE FOR HOMELESS INDIVIDUALS AND ALSO REVENUE FROM
HANDBOOKS FOR THE HOMELESS.

ST. STEPHEN'S HUMAN SERVICES
Statement of Program Service Accomplishments
Fiscal Year 2007

Emergency Shelter

For forty-three men each night we provided shelter- -and more importantly, access to housing and support to end their homelessness. Our shelter Employment Program focuses on securing employment. Last year the employment specialist worked with 390 individuals; of these, 152 secured jobs at an average wage of \$10.50 per hour.

This Housing First Program is a collaboration with our partner nonprofits to provide intensive outreach to our city's longest-term homeless to help them secure permanent housing. Last year the COHR team housed 73 individuals who had been homeless an average of 11 years.

Housing Services Program

We help homeless families and individuals who are currently staying in shelters to secure permanent housing. Last year we assisted 547 households (1,147 homeless individuals) to secure safe and affordable housing. We also provided prevention services for 324 households (794 individuals) who were in danger of becoming homeless.

Our Ex-Offender Housing Program provided housing and support for 48 individuals last year as they transitioned back into the community.

Employment & Family Services

Employment & Family Services Program helps parents transition from government assistance to self-reliance. Last year 287 adults (with 637 children) participated in the program, with 228 securing employment.

Kids' Resiliency Education

This early childhood development program teaches poor and homeless children skills using mind-body wellness techniques to prevent the development of behavior problems, and even more serious societal problems of violence, crime, and abuse. In the first year of this pilot program trainers worked with 23 teachers, 44 parents and 91 children.

Free Store

The Free Store offers lightly used clothing and small household goods to people in need. The store is open to the public.

Alliance of the Streets

The Alliance of the Streets provided Representative Payee Service for 200 individuals, and help obtaining birth certificate and voicemail box. Every other year we publish the *Handbook of the Streets*, a resource guide for poor and homeless people.

Kateri Residence

Kateri Residence provides safe and sober housing to American Indian women recovering from chemical dependency. Support includes healthcare, family reunification, opportunities to participate in Native culture, and help living independently. Last year 64 women lived at Kateri and an additional 30 were served as former-residents in our Alumnae Program.

Human Rights

Viewing the right to affordable housing as a basic human right, this program assists people experiencing homelessness in advocating for themselves on low-income housing issues. We also offer educational opportunities to community groups interested in learning about homelessness.