

**Return of Organization Exempt From Income Tax**

**2007**

Department of the Treasury  
Internal Revenue Service

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

Open to Public Inspection

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

**A For the 2007 calendar year, or tax year beginning and ending**

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

**C Name of organization**  
 Please use IRS label or print or type See Specific Instructions  
**RONALD MCDONALD HOUSE CHARITIES, INC.**  
 Number and street (or P.O. box if mail is not delivered to street address) Room/suite  
**635 W. LEXINGTON STREET**  
 City or town, state or country, and ZIP + 4  
**BALTIMORE, MD 21201**

**D Employer identification number**  
**52-1184957**

**E Telephone number**  
**410-528-1010**

**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 **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

**G Website:** WWW.RMHBALTIMORE.COM

**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.

**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 **1,894,391.**

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

<b>1</b>	Contributions, gifts, grants, and similar amounts received:			
<b>a</b>	Contributions to donor advised funds	<b>1a</b>		
<b>b</b>	Direct public support (not included on line 1a)	<b>1b</b>	<b>1,156,950.</b>	
<b>c</b>	Indirect public support (not included on line 1a)	<b>1c</b>	<b>54,229.</b>	
<b>d</b>	Government contributions (grants) (not included on line 1a)	<b>1d</b>		
<b>e</b>	<b>Total</b> (add lines 1a through 1d) (cash \$ <b>1,211,179.</b> noncash \$ _____)	<b>1e</b>		<b>1,211,179.</b>
<b>2</b>	Program service revenue including government fees and contracts (from Part VII, line 93)	<b>2</b>		<b>119,571.</b>
<b>3</b>	Membership dues and assessments	<b>3</b>		
<b>4</b>	Interest on savings and temporary cash investments	<b>4</b>		<b>66,377.</b>
<b>5</b>	Dividends and interest from securities	<b>5</b>		<b>43,301.</b>
<b>6 a</b>	Gross rents	<b>6a</b>		
<b>b</b>	Less: rental expenses	<b>6b</b>		
<b>c</b>	Net rental income or (loss) Subtract line 6b from line 6a	<b>6c</b>		
<b>7</b>	Other investment income (describe _____)	<b>7</b>		
<b>8 a</b>	Gross amount from sales of assets other than inventory	<b>8a</b>		
<b>b</b>	Less: cost or other basis and sales expenses	<b>8b</b>		
<b>c</b>	Gain or (loss) (attach schedule)	<b>8c</b>		
<b>d</b>	Net gain or (loss). Combine line 8c, columns (A) and (B)	<b>8d</b>		
<b>9</b>	Special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/>			
<b>a</b>	Gross revenue (not including \$ <b>0.</b> of contributions reported on line 1b)	<b>9a</b>	<b>444,380.</b>	
<b>b</b>	Less: direct expenses other than fundraising expenses	<b>9b</b>	<b>114,810.</b>	
<b>c</b>	Net income or (loss) from special events. Subtract line 9b from line 9a	<b>9c</b>		<b>329,570.</b>
<b>10 a</b>	Gross sales of inventory, less returns and allowances	<b>10a</b>		
<b>b</b>	Less: cost of goods sold	<b>10b</b>		
<b>c</b>	Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a	<b>10c</b>		
<b>11</b>	Other revenue (from Part VII, line 103)	<b>11</b>		<b>9,583.</b>
<b>12</b>	<b>Total revenue.</b> Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11	<b>12</b>		<b>1,779,581.</b>
<b>13</b>	Program services (from line 44, column (B))	<b>13</b>		<b>979,490.</b>
<b>14</b>	Management and general (from line 44, column (C))	<b>14</b>		<b>137,962.</b>
<b>15</b>	Fundraising (from line 44, column (D))	<b>15</b>		<b>186,033.</b>
<b>16</b>	Payments to affiliates (attach schedule)	<b>16</b>		<b>46,215.</b>
<b>17</b>	<b>Total expenses.</b> Add lines 16 and 44, column (A)	<b>17</b>		<b>1,349,700.</b>
<b>18</b>	Excess or (deficit) for the year. Subtract line 17 from line 12	<b>18</b>		<b>429,881.</b>
<b>19</b>	Net assets or fund balances at beginning of year (from line 73, column (A))	<b>19</b>		<b>5,769,006.</b>
<b>20</b>	Other changes in net assets or fund balances (attach explanation)	<b>20</b>		<b>11,923.</b>
<b>21</b>	Net assets or fund balances at end of year. Combine lines 18, 19, and 20	<b>21</b>		<b>6,210,810.</b>

IRS RECEIVED NOV 03 2008

SCANNED NOV 03 2008

Net Assets

6/17-20,37

**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"/>				
22b Other grants and allocations (attach schedule) (cash \$ <u>40,116.</u> noncash \$ <u>0.</u> ) If this amount includes foreign grants, check here <input type="checkbox"/>	SEE STATEMENT C			
23 Specific assistance to individuals (attach schedule)				
24 Benefits paid to or for members (attach schedule)				
25a Compensation of current officers, directors, key employees, etc. listed in Part V-A	117,200.	46,880.	35,160.	35,160.
b Compensation of former officers, directors, key employees, etc. listed in Part V-B	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)				
26 Salaries and wages of employees not included on lines 25a, b, and c	389,921.	319,283.	15,013.	55,625.
27 Pension plan contributions not included on lines 25a, b, and c				
28 Employee benefits not included on lines 25a - 27	15,724.	11,353.	1,556.	2,815.
29 Payroll taxes	36,340.	26,239.	3,595.	6,506.
30 Professional fundraising fees				
31 Accounting fees	52,610.		52,610.	
32 Legal fees	1,546.		1,546.	
33 Supplies	47,463.	47,463.		
34 Telephone	13,413.	10,185.	3,228.	
35 Postage and shipping	3,600.	3,600.		
36 Occupancy				
37 Equipment rental and maintenance				
38 Printing and publications				
39 Travel	34,309.	34,309.		
40 Conferences, conventions, and meetings	11,830.	6,019.	5,811.	
41 Interest				
42 Depreciation, depletion, etc. (attach schedule)	211,229.	211,229.		
43 Other expenses not covered above (itemize)				
a _____				
b _____				
c _____				
d _____				
e _____				
f _____				
g <b>SEE STATEMENT 4</b>	328,184.	222,814.	19,443.	85,927.
44 Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	1,303,485.	979,490.	137,962.	186,033.

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 III Statement of Program Service Accomplishments (See the instructions)

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

What is the organization's primary exempt purpose? <b>SEE STATEMENT D</b>	Program Service Expenses (Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)
All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)	
<b>a SEE STATEMENT D</b>         	
(Grants and allocations \$ ) If this amount includes foreign grants, check here <input type="checkbox"/>	939,374.
<b>b SEE STATEMENT D</b>         	
(Grants and allocations \$ ) If this amount includes foreign grants, check here <input type="checkbox"/>	40,116.
<b>c</b>         	
(Grants and allocations \$ ) If this amount includes foreign grants, check here <input type="checkbox"/>	
<b>d</b>         	
(Grants and allocations \$ ) If this amount includes foreign grants, check here <input type="checkbox"/>	
<b>e</b> Other program services (attach schedule)	
(Grants and allocations \$ ) If this amount includes foreign grants, check here <input type="checkbox"/>	
<b>f Total of Program Service Expenses</b> (should equal line 44, column (B), Program services)	979,490.

**Part IV Balance Sheets** (See the instructions)

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

		(A) Beginning of year	(B) End of year
Assets	45 Cash - non-interest-bearing		45
	46 Savings and temporary cash investments	892,337.	46 1,251,695.
	47 a Accounts receivable	47a	
	b Less: allowance for doubtful accounts	47b	47c
	48 a Pledges receivable	48a 264,796.	
	b Less: allowance for doubtful accounts	48b 9,100.	48c 255,696.
	49 Grants receivable		49
	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	51a	
	b Less: allowance for doubtful accounts	51b	51c
	52 Inventories for sale or use		52
	53 Prepaid expenses and deferred charges	8,062.	53 17,045.
	54 a Investments - publicly-traded securities <input checked="" type="checkbox"/> TMT <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV	2,382,792.	54a 2,491,904.
	b Investments - other securities <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54b
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 4,392,959.		
b Less: accumulated depreciation	57b 2,082,685.	57c 2,310,274.	
58 Other assets, including program-related investments (describe ▶ _____)		58	
59 <b>Total assets</b> (must equal line 74) Add lines 45 through 58	5,955,073.	59 6,326,614.	
Liabilities	60 Accounts payable and accrued expenses	186,067.	60 115,804.
	61 Grants payable		61
	62 Deferred revenue		62
	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 ▶ _____)		65
66 <b>Total liabilities.</b> Add lines 60 through 65	186,067.	66 115,804.	
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 SEE STATEMENT F	5,287,756.	67 5,589,560.
	68 Temporarily restricted		68 140,000.
	69 Permanently restricted	481,250.	69 481,250.
	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 <b>Total net assets or fund balances.</b> Add lines 67 through 69 or lines 70 through 72. (Column (A) must equal line 19 and column (B) must equal line 21)	5,769,006.	73 6,210,810.	
74 <b>Total liabilities and net assets/fund balances.</b> Add lines 66 and 73	5,955,073.	74 6,326,614.	

**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	1,791,504.
b	Amounts included on line a but not on Part I, line 12:			
1	Net unrealized gains on investments	b1	11,923.	
2	Donated services and use of facilities	b2		
3	Recoveries of prior year grants	b3		
4	Other (specify):	b4		
	Add lines b1 through b4		b	11,923.
c	Subtract line b from line a		c	1,779,581.
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):	d2		
	Add lines d1 and d2		d	0.
e	Total revenue (Part I, line 12) Add lines c and d		e	1,779,581.

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

a	Total expenses and losses per audited financial statements		a	1,349,700.
b	Amounts included on line a but not on Part I, line 17:			
1	Donated services and use of facilities	b1		
2	Prior year adjustments reported on Part I, line 20	b2		
3	Losses reported on Part I, line 20	b3		
4	Other (specify):	b4		
	Add lines b1 through b4		b	0.
c	Subtract line b from line a		c	1,349,700.
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):	d2		
	Add lines d1 and d2		d	0.
e	Total expenses (Part I, line 17) Add lines c and d		e	1,349,700.

**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
KEITH PERSINGER ----- BALTIMORE, MD 21201	PRESIDENT 1.00	0.	0.	0.
CHARLES ABBOTT ----- BALTIMORE, MD 21230	VICE PRESIDENT 1.00	0.	0.	0.
BARRY WEISKOPF ----- BALTIMORE, MD 21202	SECRETARY 1.00	0.	0.	0.
RICK SMITH ----- BALTIMORE, MD 21204	TREASURER 1.00	0.	0.	0.
MARIANNE ROWAN-BRAUN ----- BALTIMORE, MD 21201	EXECUTIVE DIRECTOR 40.00	117,200.	0.	0.
SEE STATEMENT B ----- ----- ----- ----- -----				



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 N/A		
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 <i>quid pro quo</i> contributions?	X	
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		
85 a	501(c)(4), (5), or (6). 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		
c	Dues, assessments, and similar amounts from members		
	85c N/A		
d	Section 162(e) lobbying and political expenditures		
	85d N/A		
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices		
	85e N/A		
f	Taxable amount of lobbying and political expenditures (line 85d less 85e)		
	85f N/A		
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?		
	N/A		
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?		
	N/A		
86	501(c)(7) organizations. Enter: a Initiation fees and capital contributions included on line 12		
	86a N/A		
b	Gross receipts, included on line 12, for public use of club facilities		
	86b N/A		
87	501(c)(12) organizations. Enter: a Gross income from members or shareholders		
	87a N/A		
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them)		
	87b N/A		
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
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
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
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>		
e	All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?		X
f	All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?		X
g	For supporting organizations and sponsoring organizations maintaining donor advised funds. Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		X
89g			
90 a	List the states with which a copy of this return is filed <u>MD</u>		
b	Number of employees employed in the pay period that includes March 12, 2007	90b	20
91 a	The books are in care of <u>MARIANNE ROWAN-BRAUN</u> Telephone no. <u>410-528-1010</u> Located at <u>635 W. LEXINGTON STREET, BALTIMORE, MD</u> ZIP + 4 <u>21201</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	91b	X

**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 <b>GUEST FEES</b>					114,726.
b <b>VENDING</b>					4,845.
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	66,377.	
96 Dividends and interest from securities			14	43,301.	
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					
101 Net income or (loss) from special events			01	329,570.	
102 Gross profit or (loss) from sales of inventory					
103 Other revenue.					
a <b>RMH CLOTHING</b>			12	368.	
b <b>RMH HOLIDAY CARD</b>			12	9,215.	
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0.		448,831.	119,571.
105 Total (add line 104, columns (B), (D), and (E))					568,402.

**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).
▼	<b>SEE STATEMENT E</b>

**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

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

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.

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

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?

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: *Keith D. Pewinger* Signature of officer, Date: *10/13/08*  
 Type or print name and title: *Keith D. Pewinger; Chairman*

Paid Preparer's Use Only: Preparer's signature: *Steven King*, Date: *10/1/08*, Check if self-employed: , Preparer's SSN or PTIN (See Gen. Inst. X): *52-0959934*  
 Firm's name (or yours if self-employed), address, and ZIP + 4: *Ellin + Tucker, Chartered, 100 S. Charles St. Suite 1300, Baltimore, MD 21201*, Phone no.: *410-727-5735*

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

Department of the Treasury  
Internal Revenue Service

**Organization Exempt Under Section 501(c)(3)**

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

**Supplementary Information-(See separate instructions.)**

▶ **MUST be completed by the above organizations and attached to their Form 990 or 990-EZ**

OMB No 1545-0047

**2007**

Name of the organization

**RONALD MCDONALD HOUSE CHARITIES, INC.**

Employer identification number

**52 1184957**

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

(See page 1 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
<b>MARIANNE ROWAN-BRAUN</b>	<b>EXEC DIRECTOR</b> <b>40.00</b>	<b>117,200.</b>		
Total number of other employees paid over \$50,000	▶ <b>0</b>			

**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
<b>NONE</b>		
Total number of others receiving over \$50,000 for professional services	▶ <b>0</b>	

**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
<b>NONE</b>		
Total number of other contractors receiving over \$50,000 for other services	▶ <b>0</b>	

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

	Yes	No
<p><b>1</b> 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.)</p> <p>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.</p>		<b>X</b>
<p><b>2</b> 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.)</p>		
<p><b>a</b> Sale, exchange, or leasing of property?</p>	<b>2a</b>	<b>X</b>
<p><b>b</b> Lending of money or other extension of credit?</p>	<b>2b</b>	<b>X</b>
<p><b>c</b> Furnishing of goods, services, or facilities?</p>	<b>2c</b>	<b>X</b>
<p><b>d</b> Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)? <b>SEE FORM 990, PART V-A</b></p>	<b>2d</b>	<b>X</b>
<p><b>e</b> Transfer of any part of its income or assets?</p>	<b>2e</b>	<b>X</b>
<p><b>3 a</b> 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.)</p>	<b>3a</b>	<b>X</b>
<p><b>b</b> Did the organization have a section 403(b) annuity plan for its employees?</p>	<b>3b</b>	<b>X</b>
<p><b>c</b> 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</p>	<b>3c</b>	<b>X</b>
<p><b>d</b> Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?</p>	<b>3d</b>	<b>X</b>
<p><b>4 a</b> Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g</p>	<b>4a</b>	<b>X</b>
<p><b>b</b> Did the organization make any taxable distributions under section 4966?</p>	<b>4b</b>	N/A
<p><b>c</b> Did the organization make a distribution to a donor, donor advisor, or related person?</p>	<b>4c</b>	N/A
<p><b>d</b> Enter the total number of donor advised funds owned at the end of the tax year</p>	► <b>N/A</b>	
<p><b>e</b> Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year</p>	► <b>N/A</b>	
<p><b>f</b> 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</p>	► <b>0.</b>	
<p><b>g</b> Enter the aggregate value of assets in all funds or accounts included on line 4f at the end of the tax year</p>	► <b>0.</b>	

**Part IV Reason for Non-Private Foundation Status** (See pages 4 through 8 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 8 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	
<b>Total</b>					<input type="checkbox"/>

- 14  An organization organized and operated to test for public safety. Section 509(a)(4). (See page 8 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) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	960,917.	848,542.	784,669.	866,048.	3,460,176.
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	111,474.	103,928.	81,792.	88,449.	385,643.
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, income from similar sources, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	85,526.	41,529.	24,703.	15,417.	167,175.
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	1,157,917.	993,999.	891,164.	969,914.	4,012,994.
24 Line 23 minus line 17	1,046,443.	890,071.	809,372.	881,465.	3,627,351.
25 Enter 1% of line 23	11,579.	9,940.	8,912.	9,699.	

26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24	26a	N/A
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 2003 through 2006 exceeded the amount shown in line 26a. Do not file this list with your return Enter the total of all these excess amounts	26b	N/A
c Total support for section 509(a)(1) test: Enter line 24, column (e)	26c	N/A
d Add: Amounts from column (e) for lines: 18 _____ 19 _____ 22 _____ 26b _____	26d	N/A
e Public support (line 26c minus line 26d total)	26e	N/A
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))	26f	N/A %

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: (2006) 142,205. (2005) 42,105. (2004) 15,694. (2003) 529,331.		
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: (2006) 0. (2005) 0. (2004) 0. (2003) 0.		
c Add: Amounts from column (e) for lines: 15 3,460,176. 16 _____ 17 385,643. 20 _____ 21 _____	27c	3,845,819.
d Add: Line 27a total 729,335. and line 27b total 0.	27d	729,335.
e Public support (line 27c total minus line 27d total)	27e	3,116,484.
f Total support for section 509(a)(2) test: Enter amount on line 23, column (e)	27f	4,012,994.
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))	27g	77.6598%
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))	27h	4.1658%

28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 2003 through 2006, 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 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?		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?		
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.)		
_____			
33	Does the organization discriminate by race in any way with respect to:		
a	Students' rights or privileges?		
b	Admissions policies?		
c	Employment of faculty or administrative staff?		
d	Scholarships or other financial assistance?		
e	Educational policies?		
f	Use of facilities?		
g	Athletic programs?		
h	Other extracurricular activities? If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.)		
_____			
_____			
34 a	Does the organization receive any financial aid or assistance from a governmental agency?		
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.		
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		

**Part VI-A Lobbying Expenditures by Electing Public Charities** (See page 11 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.

<b>Limits on Lobbying Expenditures</b> (The term "expenditures" means amounts paid or incurred.)		(a) Affiliated group totals	(b) To be completed for all electing organizations
		<b>N/A</b>	
<b>36</b> Total lobbying expenditures to influence public opinion (grassroots lobbying)	<b>36</b>		
<b>37</b> Total lobbying expenditures to influence a legislative body (direct lobbying)	<b>37</b>		
<b>38</b> Total lobbying expenditures (add lines 36 and 37)	<b>38</b>		
<b>39</b> Other exempt purpose expenditures	<b>39</b>		
<b>40</b> Total exempt purpose expenditures (add lines 38 and 39)	<b>40</b>		
<b>41</b> Lobbying nontaxable amount. Enter the amount from the following table -			
<b>If the amount on line 40 is -</b>	<b>The lobbying nontaxable amount is -</b>		
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	<b>41</b>	
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		
<b>42</b> Grassroots nontaxable amount (enter 25% of line 41)	<b>42</b>		
<b>43</b> Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	<b>43</b>		
<b>44</b> Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	<b>44</b>		

**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
	(a) 2007	(b) 2006	(c) 2005	(d) 2004	(e) Total
<b>45</b> Lobbying nontaxable amount					0.
<b>46</b> Lobbying ceiling amount (150% of line 45(e))					0.
<b>47</b> Total lobbying expenditures					0.
<b>48</b> Grassroots nontaxable amount					0.
<b>49</b> Grassroots ceiling amount (150% of line 48(e))					0.
<b>50</b> 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 14 of the instructions.)

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:	Yes	No	Amount
<b>a</b> Volunteers		<b>X</b>	
<b>b</b> Paid staff or management (Include compensation in expenses reported on lines c through h.)		<b>X</b>	
<b>c</b> Media advertisements		<b>X</b>	
<b>d</b> Mailings to members, legislators, or the public		<b>X</b>	
<b>e</b> Publications, or published or broadcast statements		<b>X</b>	
<b>f</b> Grants to other organizations for lobbying purposes		<b>X</b>	
<b>g</b> Direct contact with legislators, their staffs, government officials, or a legislative body		<b>X</b>	
<b>h</b> Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means		<b>X</b>	
<b>i</b> 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.



FORM 990

SPECIAL EVENTS AND ACTIVITIES

STATEMENT 1

DESCRIPTION OF EVENT	GROSS RECEIPTS	CONTRIBUT. INCLUDED	GROSS REVENUE	DIRECT EXPENSES	NET INCOME OR (LOSS)
PRO AM GOLF, GALA EVENTS, ETC.	444,380.		444,380.	114,810.	329,570.
TO FM 990, PART I, LINE 9	444,380.		444,380.	114,810.	329,570.

**RONALD MC DONALD HOUSE CHARITIES, INC.**  
**EIN: 52-1184957**  
**FORM 990**  
**SCHEDULE OF ASSETS**  
**PART IV - LINE 57a & b**  
**YEAR END 12/31/07**

<u>PROPERTY &amp; EQUIPMENT</u>	<u>12/31/06</u>	<u>12/31/07</u>
BUILDINGS	1,099,097	1,099,097
BUILDING EXPANSION	1,584,974	1,584,974
LEASEHOLD IMPROVEMENTS	1,249,662	1,255,737
FURNITURE AND FIXTURES	145,169	145,169
MEMORIAL WALL	44,175	8,675
COMPUTERS	16,982	7,069
VEHICLE	92,988	92,988
PLAYGROUND RENOVTION	199,250	199,250
	<u>4,432,297</u>	<u>4,392,959</u>
<u>ACCUMULATED DEPRECIATION</u>	<u>12/31/06</u>	<u>12/31/07</u>
TOTAL	<u>1,894,012</u>	<u>2,082,685</u>
TOTAL	<u>2,538,285</u>	<u>2,310,274</u>

**RONALD MCDONALD HOUSE CHARITIES  
BOARD MEMBERS  
2007**

**HONORARY BOARD MEMBER**

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**Ronald McDonald House Charities of Baltimore, Inc.**

**EIN: 52-1184957.**

**FORM 990**

**Grant Information**

**Part II, Line 22**

**Year End 12/31/07**

**Name** Easton Rotary Club Youth and Community Fund, Inc. **\$ 5,000.00**  
Easton, MD

**Relationship to Substantial Contributor:** None

**Foundation status of Recipient:** 501(c)(3)

**Purpose of Grant:** Funds used for Project Idlewild, a renovation of a playground, benefitting over 5,000 children

**Name.** Junior League of Annapolis, Inc **\$ 2,500.00**  
Annapolis, MD

**Relationship to Substantial Contributor:** None

**Foundation status of Recipient:** 501(c)(3)

**Purpose of Grant:** Funds used for the Book Bag project to purchase needed school supplies benefitting over 1,000 children

**Name:** Rob's Barbershop Community Foundation, Inc **\$ 1,250.00**  
Odenton, MD

**Relationship to Substantial Contributor:** None

**Foundation status of Recipient:** 501(c)(3)

**Purpose of Grant:** Funds used for the Gift for Grooming program which provides grooming services, hygiene supplies and grooming equipment benefitting 72 children residing at St. Vincent's Center group facility

**Name.** Primero Pasos, Inc. **\$ 6,260.00**  
Georgetown, DE

**Relationship to Substantial Contributor:** None

**Foundation status of Recipient:** 501(c)(3)

**Purpose of Grant** Funds used for the First Steps Primero Pasos program for the purchase of furniture and classroom supplies benefitting 16 children

**Name** Irvine Natural Science Center, Inc. \$ 3,750.00  
Stevenson, MD

**Relationship to Substantial Contributor:** None

**Foundation status of Recipient:** 501(c)(3)

**Purpose of Grant:** Funds used for the Schoolyard Discovery program funding the printing of teacher handbooks, science lesson kits and other items needed for 7 schoolyard habitats benefitting over 1,500 children

**Name:** Follow Your Dreams, Inc. \$ 3,250.00  
Baltimore, MD

**Relationship to Substantial Contributor:** None

**Foundation status of Recipient:** 501(c)(3)

**Purpose of Grant:** Funds used for the expansion of the after school program which explores the career options in the music business benefitting 20 children ages 13-21

**Name** Village Learning Place, Inc. \$ 3,750.00  
Baltimore, MD

**Relationship to Substantial Contributor:** None

**Foundation status of Recipient:** 501(c)(3)

**Purpose of Grant.** Funds used for the after school academic support program benefitting 55 children

**Name:** Human Development Corporation \$ 8,056.00  
Edgewater, MD

**Relationship to Substantial Contributor:** None

**Foundation status of Recipient:** 501(c)(3)

**Purpose of Grant:** Funds used to purchase computers, monitors, speakers, computer notebooks, projectors and software benefitting 100 children

**Name** Civic Works, Inc. \$ 6,300.00  
Baltimore, MD

**Relationship to Substantial Contributor:** None

**Foundation status of Recipient:** 501(c)(3)

**Purpose of Grant** Funds used for the Youth Nutrition and Obesity portion of the Literacy Initiative with the purpose of supplying nutritional snacks benefitting 75 students daily

**Ronald McDonald House Charities of Baltimore, Inc.**

**EIN: 52-1184957**

**FORM 990**

**Primary Exempt Purpose / Program Service Accomplishments**

**PART III**

**Year End 12/31/07**

**Primary Exempt Purpose (Part III)** - Ronald McDonald House Charities of Baltimore, Inc provides a home away from home for seriously ill children and their families and helps to fund programs in the state of Maryland that directly improve the well being of children.

**Part III a** Description of Program Service One

Ronald McDonald House Charities of Baltimore, Inc. owns and operates the Ronald McDonald House. The Baltimore Ronald McDonald House is located in the city of Baltimore. The five hospitals primarily served by the Ronald McDonald House are University of Maryland Medical System, Johns Hopkins Hospital, Sinai Hospital, Mt Washington Pediatric Hospital and Kennedy Krieger Institute. There are no specific geographic parameters regarding service, as the House serves families from every part of the state of Maryland as well as all corners of the world. To be eligible to stay at the House, a family must have a child age 21 or younger receiving treatment at any one of the area hospitals. The families must be referred by a social worker from the hospital to stay at the House. Families are asked to pay a de minimus rate for the room and the parking garage. The room rate is \$15 per night, which only partly defrays operating costs. However, the social workers determine each family's ability to pay and the room and parking charges can be reduced or waived in their entirety, without affecting eligibility.

The House has 37 rooms, primarily with a double and single bed in each room. There are 2 rooms with single beds only and 2 suites containing a living room and kitchen. The occupancy rate averaged 84% during 2007.

More than 1,000 volunteers assisted during the year by providing meals for the families, clerical support, gardening, and hosting special events for the families. Additionally, donations of items such as paper products and house supplies are received during the year which provides a small reduction in expenses.

Funds are solicited through annual newsletters. Additionally an annual Golf Tournament is conducted in August of each year and helps to raise money for the Ronald McDonald House.

**Part III b** Description of Program Service Two

Ronald McDonald House is the cornerstone program of RMHC but can only help 37 families at a time. To meet the broader mission of the organization, RMHC provided grants to other nonprofit organizations in the state of Maryland. Money used for grant making comes from special promotions held by our local McDonald franchises, special designated fundraising activities and the matching grant account funded by the national chapter of RMHC in Oak Brook, Illinois. A list of the 2007 grant recipients is attached (See Statement C).

**Ronald McDonald House Charities of Baltimore, Inc.**  
**EIN: 52-1184957**  
**FORM 990**  
**PART VII - Analysis of Income-Producing Activities**  
**Year End 12/31/07**

**Line 93a (Guest Fees)** - The organization operates a home away from home for families of children who come to the medical facilities in Baltimore, Maryland for diagnosis and treatment. The Ronald McDonald House offers safe and inexpensive residential accommodations near the hospitals served with complimentary shuttle service for those who need transportation. These fees represent the de minimis room rate donated by the families. Parking is included in the room rate. The families are not excluded due to inability to pay. The excess of program expenses over the program revenue is funded by contributions.

**Line 93b (Vending Income)** - The Ronald McDonald House maintains a soda machine entirely for the convenience of our guests. These revenues are incidental to the organization.

RONALD MC DONALD HOUSE CHARITIES, INC.  
EIN: 52-1184957  
FORM 990  
UNRESTRICTED NET ASSETS  
PART IV - LINE 67  
YEAR END 12/31/07

<u>UNRESTRICTED NET ASSETS:</u>	<u>12/31/06</u>	<u>12/31/07</u>
UNDESIGNATED	2,749,471	3,279,286
PROPERTY AND EQUIPMENT	2,538,285	2,310,274
TOTAL UNRESTRICTED NET ASSETS	<u>5,287,756</u>	<u>5,589,560</u>

**RONALD MC DONALD HOUSE CHARITIES, INC.**  
**EIN: 52-1184957**  
**FORM 990**  
**RELATED DIRECTORS**  
**PART V-A, LINE b**  
**YEAR END 12/31/07**

Board members, Steve J Paterakis and Dr. Vanessa Paterakis, are siblings.

STATEMENT G

FORM 990 PAYMENTS TO AFFILIATES STATEMENT 2

AFFILIATE'S NAME	AFFILIATE'S ADDRESS
RMHC NATIONAL	OAK BROOK, IL
PURPOSE OF PAYMENT	AMOUNT
ROYALTY PAID FOR NATIONAL PROMOTION	46,215.
TOTAL TO FORM 990, PART I, LINE 16	46,215.

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

DESCRIPTION	AMOUNT
GAIN FROM INVESTMENTS	11,923.
TOTAL TO FORM 990, PART I, LINE 20	11,923.

FORM 990 OTHER EXPENSES STATEMENT 4

DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
BAD DEBT EXPENSE	3,600.		3,600.	
BANK CHARGES	6,577.		6,577.	
COMMUNITY COMMUNICATION	3,195.	3,195.		
DUES AND SUBSCRIPTIONS	1,722.	1,722.		
FAMILY EXPENSES	12,752.	12,752.		
MAINTENANCE AND REPAIRS	44,120.	44,120.		
INSURANCE	38,373.	35,306.	3,067.	
SPECIAL EVENTS	85,927.			85,927.
OPERATING EXPENSE	10,485.	4,286.	6,199.	
UTILITIES	88,642.	88,642.		
PROFESSIONAL DEVELOPMENT	6,812.	6,812.		
LOSS ON DISPOSALS OF EQUIPMENT	25,979.	25,979.		
TOTAL TO FM 990, LN 43	328,184.	222,814.	19,443.	85,927.

FORM 990

NON-GOVERNMENT SECURITIES

STATEMENT 5

SECURITY DESCRIPTION	COST/FMV	CORPORATE STOCKS	CORPORATE BONDS	OTHER PUBLICLY TRADED SECURITIES	TOTAL NON-GOV'T SECURITIES
COMMON STOCK	FMV			1,767,549.	1,767,549.
MUTUAL FUNDS	FMV			724,355.	724,355.
TO FORM 990, LINE 54A, COL B				2,491,904.	2,491,904.

**RONALD MCDONALD HOUSE CHARITIES OF  
BALTIMORE, INC.  
FINANCIAL STATEMENTS  
December 31, 2007 and 2006**

**Ellin & Tucker, Chartered**



CERTIFIED PUBLIC ACCOUNTANTS AND BUSINESS CONSULTANTS



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**RONALD MCDONALD HOUSE CHARITIES OF BALTIMORE, INC.  
FINANCIAL STATEMENTS  
December 31, 2007 and 2006**

CONTENTS

	<u>Page</u>
INDEPENDENT AUDITORS' REPORT .....	1
STATEMENTS OF FINANCIAL POSITION .....	2
STATEMENTS OF ACTIVITIES .....	3
STATEMENTS OF FUNCTIONAL EXPENSES .....	4-5
STATEMENTS OF CASH FLOWS .....	6
NOTES TO FINANCIAL STATEMENTS .....	7-10

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors of  
Ronald McDonald House Charities of Baltimore, Inc.

We have audited the accompanying Statements of Financial Position of Ronald McDonald House Charities of Baltimore, Inc. (a not-for-profit organization) as of December 31, 2007 and 2006, and the related Statements of Activities, Functional Expenses, and Cash Flows for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Ronald McDonald House Charities of Baltimore, Inc. as of December 31, 2007 and 2006, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.



ELLIN & TUCKER, CHARTERED  
Certified Public Accountants

Baltimore, Maryland  
September 11, 2008

**RONALD MCDONALD HOUSE CHARITIES OF BALTIMORE, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**December 31, 2007 and 2006**

**ASSETS**

	2007	2006
<b><u>ASSETS:</u></b>		
Cash and Cash Equivalents	\$ 1,251,695	\$ 892,337
Investments (Note 2)	2,491,904	2,382,792
Pledges Receivable (Note 3)	66,767	71,667
Other Receivables, Net of Allowance of \$4,200 and \$500 in 2007 and 2006, Respectively	188,929	61,930
Prepaid Expenses and Other Assets	17,045	8,062
Building and Equipment - Net (Note 4)	2,310,274	2,538,285
 Total Assets	 \$ 6,326,614	 \$ 5,955,073

**LIABILITIES AND NET ASSETS**

<b><u>LIABILITIES:</u></b>		
Accounts Payable and Accrued Expenses	\$ 115,804	\$ 186,067
 <b><u>NET ASSETS:</u></b>		
<b><u>Unrestricted:</u></b>		
Undesignated	3,279,286	2,749,471
Property and Equipment	2,310,274	2,538,285
Temporarily Restricted	140,000	-
Permanently Restricted	481,250	481,250
 Total Net Assets	 6,210,810	 5,769,006
 Total Liabilities and Net Assets	 \$ 6,326,614	 \$ 5,955,073

(See Independent Auditors' Report and Accompanying Notes)

**RONALD MCDONALD HOUSE CHARITIES OF BALTIMORE, INC.**  
**STATEMENTS OF ACTIVITIES**  
For the Years Ended December 31, 2007 and 2006

	2007			2006				
	Unrestricted	Temporarily	Permanently	Total	Unrestricted	Temporarily	Permanently	Total
		Restricted	Restricted			Restricted	Restricted	
<u>REVENUES, GAINS, AND OTHER SUPPORT</u>								
Corporate and Foundation Gifts	\$ 289,965	\$ 30,000	\$ -	\$ 319,965	\$ 91,204	\$ 120,000	\$ -	\$ 211,204
United Way Campaign	54,229	-	-	54,229	54,515	-	-	54,515
Contributions	671,372	110,000	-	781,372	802,534	-	-	802,534
Special Events, Net of Cost of Direct Benefits to Donors of \$114,810 and \$206,955, Respectively	329,570	-	-	329,570	506,642	-	-	506,642
Guest Fees	114,726	-	-	114,726	106,402	-	-	106,402
Fundraiser Designated for Children Charities	55,613	-	-	55,613	62,018	-	-	62,018
Other Housing Revenue	14,428	-	-	14,428	5,072	-	-	5,072
Interest and Dividends	109,678	-	-	109,678	85,526	-	-	85,526
Gains from Investments	11,923	-	-	11,923	194,747	-	-	194,747
Assets Released from Restrictions	-	-	-	-	120,000	(120,000)	-	-
Total Revenues, Gains, and Other Support	1,651,504	140,000	-	1,791,504	2,028,660	-	-	2,028,660
<u>EXPENSES:</u>								
Program Services	1,046,202	-	-	1,046,202	957,466	-	-	957,466
Supporting Services, Management and General Fund Raising	117,465	-	-	117,465	106,746	-	-	106,746
	186,033	-	-	186,033	145,869	-	-	145,869
Total Supporting Services	303,498	-	-	303,498	252,615	-	-	252,615
Total Expenses	1,349,700	-	-	1,349,700	1,210,081	-	-	1,210,081
Change in Net Assets	301,804	140,000	-	441,804	818,579	-	-	818,579
NET ASSETS - BEGINNING OF YEAR	5,287,756	-	481,250	5,769,006	4,489,177	-	481,250	4,950,427
NET ASSETS - END OF YEAR	\$ 5,589,560	\$ 140,000	\$ 481,250	\$ 6,210,810	\$ 5,287,756	\$ -	\$ 481,250	\$ 5,769,006

(See Independent Auditors' Report and Accompanying Notes)

**RONALD McDONALD HOUSE CHARITIES OF BALTIMORE, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
For the Year Ended December 31, 2007

	2007		
	Program Services	Management and General	Supporting Services
		Fund Raising	Total
Salaries	\$ 366,163	\$ 50,173	\$ 90,785
Employee Benefits	11,353	1,556	2,815
Payroll Taxes	26,239	3,595	6,506
<b>Total Salaries and Related Expenses</b>	<b>403,755</b>	<b>55,324</b>	<b>100,106</b>
Bad Debt Expense	-	3,600	-
Bank Charges	-	6,577	-
Community Communication	3,195	-	-
Conferences and Meetings	6,019	5,811	-
Dues and Subscriptions	1,722	-	-
Family Expenses	12,752	-	-
Grants Awarded to Children Charities	40,116	-	-
House Supplies	47,463	-	-
Insurance	35,306	3,067	-
Loss on Disposal of Building and Equipment	25,979	-	-
Maintenance and Repairs	44,120	-	-
Operating Expenses	181	6,199	-
Postage and Printing	3,600	-	-
Professional Development	6,812	-	-
Professional Fees	20,497	33,659	-
Special Events Expense	-	-	85,927
Telephone	10,185	3,228	-
Laundry Service	4,105	-	-
Transportation Expenses	34,309	-	-
Unallocated Payments to RMHC National	46,215	-	-
Utilities	88,642	-	-
<b>Total Expenses before Depreciation</b>	<b>834,973</b>	<b>117,465</b>	<b>186,033</b>
Depreciation of Property and Equipment	211,229	-	-
<b>Total Expenses</b>	<b>\$ 1,046,202</b>	<b>\$ 117,465</b>	<b>\$ 186,033</b>
			<b>\$ 303,498</b>
			<b>\$ 1,349,700</b>

(See Independent Auditors' Report and Accompanying Notes)

**RONALD MCDONALD HOUSE CHARITIES OF BALTIMORE, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**For the Year Ended December 31, 2006**

	2006			Total
	Program Services	Management and General	Supporting Services Fund Raising	
Salaries	\$ 346,417	\$ 65,421	\$ 74,301	\$ 486,139
Employee Benefits	8,910	1,682	1,911	12,503
Payroll Taxes	26,056	4,921	5,589	36,566
<b>Total Salaries and Related Expenses</b>	<b>381,383</b>	<b>72,024</b>	<b>81,801</b>	<b>535,208</b>
Bad Debt Expense	-	-	-	-
Bank Charges	-	3,619	-	3,619
Community Communication	4,086	-	-	4,086
Conferences and Meetings	2,728	2,590	-	5,318
Dues and Subscriptions	1,728	-	-	1,728
Family Expenses	12,266	-	-	12,266
Grants Awarded to Children Charities	47,200	-	-	47,200
House Supplies	69,920	-	-	69,920
Insurance	36,126	3,109	-	39,235
Loss on Disposal of Building and Equipment	-	-	-	-
Maintenance and Repairs	48,881	-	-	48,881
Operating Expenses	618	2,481	-	3,099
Postage and Printing	5,779	-	-	5,779
Professional Development	1,361	-	-	1,361
Professional Fees	10,113	19,060	-	29,173
Special Events Expense	-	-	64,068	64,068
Telephone	12,119	3,863	-	15,982
Laundry Service	5,923	-	-	5,923
Transportation Expenses	27,499	-	-	27,499
Unallocated Payments to RMHC National	40,158	-	-	40,158
Utilities	75,130	-	-	75,130
<b>Total Expenses before Depreciation</b>	<b>783,018</b>	<b>106,746</b>	<b>145,869</b>	<b>1,035,633</b>
Depreciation of Property and Equipment	174,448	-	-	174,448
<b>Total Expenses</b>	<b>\$ 957,466</b>	<b>\$ 106,746</b>	<b>\$ 145,869</b>	<b>\$ 1,210,081</b>

(See Independent Auditors' Report and Accompanying Notes)

**RONALD MCDONALD HOUSE CHARITIES OF BALTIMORE, INC.**  
**STATEMENTS OF CASH FLOWS**  
**For the Years Ended December 31, 2007 and 2006**

	<u>2007</u>	<u>2006</u>
<b><u>OPERATING ACTIVITIES:</u></b>		
Change in Net Assets	\$ 441,804	\$ 818,579
<b><u>Adjustments to Reconcile Changes in Net Assets to</u></b>		
<b><u>Net Cash Provided by Operating Activities:</u></b>		
Depreciation	211,229	174,448
Loss on Disposal of Building and Equipment	25,979	-
Change in Market Value of Investments	(11,923)	(194,747)
Increase in Pledges and Other Receivables	(122,099)	(71,343)
(Increase) Decrease in Prepaid Expenses and Other Current Assets	(8,983)	5,550
(Decrease) Increase in Accounts Payable, Accrued Expenses and Grants Payable	<u>(70,263)</u>	<u>74,233</u>
Net Cash Provided by Operating Activities	<u>465,744</u>	<u>806,720</u>
<b><u>INVESTING ACTIVITIES:</u></b>		
Net Purchases of Investments	(97,189)	(301,401)
Expenditures for Building and Equipment	<u>(9,197)</u>	<u>(358,628)</u>
Net Cash Used in Investing Activities	<u>(106,386)</u>	<u>(660,029)</u>
Net Increase in Cash and Cash Equivalents	359,358	146,691
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>892,337</u>	<u>745,646</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u><u>\$ 1,251,695</u></u>	<u><u>\$ 892,337</u></u>

(See Independent Auditors' Report and Accompanying Notes)

**RONALD MCDONALD HOUSE CHARITIES OF BALTIMORE, INC.  
NOTES TO FINANCIAL STATEMENTS**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Ronald McDonald House Charities of Baltimore, Inc. (Organization) is a not-for-profit organization that provides a home away from home for seriously ill children and their families and helps to fund programs in the state of Maryland that directly improve the well being of children.

Support and Expenses

The Organization prepares its financial statements in accordance with Statements of Financial Standards Nos. 116 and 117. As such, contributions received and unconditional promises to give are measured at their fair values and reported as an increase in net assets. The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets or designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statements of Activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted support.

Permanently restricted net assets are restricted to investments in perpetuity. The income from these investments is included as unrestricted net assets.

Expenses are recorded when incurred in accordance with the accrual basis of accounting.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Functional Expenses

Functional expenses have been allocated between Program Services and Supporting Services based on an analysis of personnel time and space utilized for the related activities.

**(See Independent Auditors' Report)**

**RONALD MCDONALD HOUSE CHARITIES OF BALTIMORE, INC.  
NOTES TO FINANCIAL STATEMENTS, CONTINUED**

Cash and Cash Equivalents

The Organization maintains its cash in bank deposit accounts and money market funds which, at times, may exceed federally insured limits. The Organization believes it is not exposed to any significant credit risk on cash and cash equivalents.

The Organization considers all highly liquid investments with original maturities of less than three months to be cash equivalents.

Depreciation

Depreciation is provided on the straight-line method over the estimated useful lives of the related assets. It is the Organization's policy to capitalize property and equipment greater than \$2,500. Lesser amounts are expensed.

Donated Services

The Organization receives a significant amount of donated goods and services from unpaid volunteers who assist with clerical and resident comfort activities. No amounts have been recognized in the Statements of Activities, because the criteria for recognition have not been satisfied or are otherwise immaterial to the financial statements.

Income Taxes

The Organization is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, the Internal Revenue Service has determined the Organization is not a private foundation within the meaning of Section 509(a) of the Code.

Reclassifications

Certain prior year amounts have been reclassified to conform with the current year presentation.

2. INVESTMENTS

In conformity with Statements of Financial Accounting Standards No. 124, Accounting for Certain Investments Held by Not-for-Profit Organizations, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the Statements of Financial Position. Realized and unrealized gains and losses are included in the change in net assets.

**(See Independent Auditors' Report)**

**RONALD MCDONALD HOUSE CHARITIES OF BALTIMORE, INC.  
NOTES TO FINANCIAL STATEMENTS, CONTINUED**

Investments are stated at market value and at December 31, 2007 and 2006 consisted of the following:

	2007	2006
Common Stocks	\$ 1,767,549	\$ 1,716,854
<u>Mutual Funds:</u>		
Equity	399,300	494,264
Fixed Income	325,055	171,674
Total	\$ 2,491,904	\$ 2,382,792

**3. PLEDGES RECEIVABLE**

The Organization has received pledges to renovate the Ronald McDonald House playground and kitchens. These pledges are due over a period up to five years. The pledges have been reduced for the future value of money as follows:

Gross Pledges Due 2008	\$	71,667
Less: Interest		4,900
	\$	66,767

**4. PROPERTY AND EQUIPMENT**

Property and equipment as of December 31, 2007 and 2006 consisted of the following:

	2007	2006
Building and Building Improvements	\$ 3,948,483	\$ 3,977,908
Furniture and Office Equipment	152,238	162,151
Automotive Equipment	92,988	92,988
Playground	199,250	199,250
	4,392,959	4,432,297
Less: Accumulated Depreciation	2,082,685	1,894,012
Total	\$ 2,310,274	\$ 2,538,285

**(See Independent Auditors' Report)**

**RONALD MCDONALD HOUSE CHARITIES OF BALTIMORE, INC.  
NOTES TO FINANCIAL STATEMENTS, CONTINUED**

**5. RETIREMENT PLAN**

The Organization maintains a 401(k) retirement plan for eligible employees. The Organization's contribution to the plan was \$10,637 for the year ended December 31, 2007. The Organization did not make a contribution to the plan during 2006.

**6. RELATED PARTY TRANSACTIONS**

The Organization pays royalties to Ronald McDonald House Charities, Inc. (National Organization) to enhance children's charities globally. During 2007 and 2006, the Organization paid royalties of \$46,215 and \$40,158, respectively.

**(See Independent Auditors' Report)**

# Application for Extension of Time To File an Exempt Organization Return

▶ File a separate application for each return

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box  **X**
  - If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form)
- Do not complete Part II unless** you have already been granted an automatic 3-month extension on a previously filed Form 8868

## Part I Automatic 3-Month Extension of Time. Only submit original (no copies needed).

A corporation required to file Form 990-T and requesting an automatic 6-month extension - check this box and complete Part I only

All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns

**Electronic Filing (e-file).** Generally, you can electronically file Form 8868 if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for a corporation required to file Form 990-T). However, you cannot file Form 8868 electronically if (1) you want the additional (not automatic) 3-month extension or (2) you file Forms 990-BL, 6069, or 8870, group returns, or a composite or consolidated Form 990-T. Instead, you must submit the fully completed and signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit [www.irs.gov/efile](http://www.irs.gov/efile) and click on *e-file for Charities & Nonprofits*.

Type or print  File by the due date for filing your return. See instructions	Name of Exempt Organization RONALD MCDONALD HOUSE CHARITIES, INC.	Employer identification number 52-1184957
	Number, street, and room or suite no. If a P O box, see instructions 635 W. LEXINGTON STREET	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions BALTIMORE MD 21201	

### Check type of return to be filed (file a separate application for each return)

- |  |  |                                    |
|--|--|------------------------------------|
| <input checked="" type="checkbox"/> Form 990 | <input type="checkbox"/> Form 990-T (corporation)                | <input type="checkbox"/> Form 4720 |
| <input type="checkbox"/> Form 990-BL         | <input type="checkbox"/> Form 990-T (sec 401(a) or 408(a) trust) | <input type="checkbox"/> Form 5227 |
| <input type="checkbox"/> Form 990-EZ         | <input type="checkbox"/> Form 990-T (trust other than above)     | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-PF         | <input type="checkbox"/> Form 1041-A                             | <input type="checkbox"/> Form 8870 |

• The books are in the care of ▶ MARIANNE ROWAN-BRAUN

Telephone No ▶ 410-528-1010 FAX No ▶ \_\_\_\_\_

- If the organization does not have an office or place of business in the United States, check this box
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) \_\_\_\_\_ If this is for the whole group, check this box  If it is for part of the group, check this box  and attach a list with the names and EINs of all members the extension will cover

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until AUGUST 15, 2008, to file the exempt organization return for the organization named above. The extension is for the organization's return for

- ▶  calendar year 2007 or
- ▶  tax year beginning \_\_\_\_\_, \_\_\_\_\_, and ending \_\_\_\_\_, \_\_\_\_\_

2 If this tax year is for less than 12 months, check reason  Initial return  Final return  Change in accounting period

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions	3a	\$	NONE
b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit	3b	\$	
c <b>Balance Due.</b> Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions	3c	\$	NONE

**Caution.** If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions

For Privacy Act and Paperwork Reduction Act Notice, see Instructions.

- If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only Part II and check this box
- Note.** Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868
- If you are filing for an **Automatic 3-Month Extension**, complete only Part I (on page 1).

<b>Part II Additional (Not Automatic) 3-Month Extension of Time.</b> You must file original and one copy		
Type or print File by the extended due date for filing the return See instructions	Name of Exempt Organization <b>RONALD MCDONALD HOUSE CHARITIES, INC.</b>	Employer identification number <b>52-1184957</b>
	Number, street, and room or suite no. If a P.O. box, see instructions. <b>635 W. LEXINGTON STREET</b>	For IRS use only
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. <b>BALTIMORE, MD 21201</b>	

Check type of return to be filed (File a separate application for each return):

- Form 990   
  Form 990-EZ   
  Form 990-T (sec. 401(a) or 408(a) trust)   
  Form 1041-A   
  Form 5227   
  Form 8870  
 Form 990-BL   
  Form 990-PF   
  Form 990-T (trust other than above)   
  Form 4720   
  Form 6069

**STOP! Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.**

- The books are in the care of **MARIANNE ROWAN-BRAUN**  
Telephone No. **410-528-1010** FAX No. \_\_\_\_\_
- If the organization does not have an office or place of business in the United States, check this box
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) \_\_\_\_\_ If this is for the whole group, check this box . If it is for part of the group, check this box  and attach a list with the names and EINs of all members the extension is for.

- 4 I request an additional 3-month extension of time until **NOVEMBER 15, 2008.**
- 5 For calendar year **2007**, or other tax year beginning \_\_\_\_\_, and ending \_\_\_\_\_.
- 6 If this tax year is for less than 12 months, check reason:  Initial return  Final return  Change in accounting period
- 7 State in detail why you need the extension

**ADDITIONAL TIME IS REQUESTED IN ORDER TO GATHER THE NECESSARY INFORMATION TO PREPARE A COMPLETE AND ACCURATE RETURN.**

8a	If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	8a	\$
b	If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868.	8b	\$
c	<b>Balance Due.</b> Subtract line 8b from line 8a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	8c	\$ N/A

**Signature and Verification**

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form.

Signature **Kumler Jhsio** Title **CPA** Date **7/24/08**