

Form 990
Department of the Treasury
Internal Revenue Service

Return of Organization Exempt From Income Tax

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

OMB No 1545-0047

2007

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 01-01-2007 and ending 12-31-2007

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

Please use IRS label or print or type. See Specific Instructions.

C Name of organization THE SHELTERING ARMS
Number and street (or P O box if mail is not delivered to street address) Room/suite 385 CENTENNIA OLYMPIC PK DR NW
City or town, state or country, and ZIP + 4 ATLANTA, GA 30313

D Employer identification number 58-0566236
E Telephone number
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).

G Web site: WWW.SHELTERINGARMSFORKIDS.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

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 21,690,140

H and I are not applicable to section 527 organizations
H(a) Is this a group return for affiliates? Yes No
H(b) If "Yes" enter number of affiliates
H(c) Are all affiliates included? Yes No
H(d) Is this a separate return filed by an organization covered by a group ruling? Yes No
I Group Exemption Number
M Check if the organization is not required to attach Sch B (Form 990, 990-EZ, or 990-PF)

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See the instructions.)

Table with columns for Revenue, Expenses, and Net Assets. Rows include Contributions, Program service revenue, Membership dues, Interest on savings, Dividends, Gross rents, Other investment income, Special events, Gross sales of inventory, Other revenue, Total revenue, Program services, Management and general, Fundraising, Payments to affiliates, Total expenses, Excess or (deficit) for the year, Net assets at beginning of year, Other changes in net assets, Net assets at end of year.

Part III 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. (See the instructions.)

<i>Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.</i>	(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22a Grants paid from donor advised funds (attach Schedule) (cash \$ _____ noncash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/>	22a			
22b Other grants and allocations (attach schedule) (cash \$ _____ noncash \$ _____) 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 (attach schedule)	25a	599,866	248,755	351,111
b Compensation of former officers, directors, key employees etc. listed in Part V-B (attach schedule)	25b			
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) (attach schedule)	25c			
26 Salaries and wages of employees not included on lines 25a, b and c	26	12,099,383	11,546,119	553,264
27 Pension plan contributions not included on lines 25a, b and c	27			
28 Employee benefits not included on lines 25a - 27	28	1,974,269	1,868,624	105,645
29 Payroll taxes	29	959,548	893,289	66,259
30 Professional fundraising fees	30			
31 Accounting fees	31			
32 Legal fees	32			
33 Supplies	33	813,659	669,249	144,410
34 Telephone	34	298,833	193,189	105,644
35 Postage and shipping	35	15,887	632	15,255
36 Occupancy	36	1,962,838	1,867,902	94,936
37 Equipment rental and maintenance	37			
38 Printing and publications	38			
39 Travel	39	140,884	133,064	7,820
40 Conferences, conventions, and meetings	40	318,718	259,884	58,834
41 Interest	41	180,998	180,998	
42 Depreciation, depletion, etc. (attach schedule)	42	924,204	924,204	
43 Other expenses not covered above (itemize)				
a See Additional Data Table	43a			
b	43b			
c	43c			
d	43d			
e	43e			
f	43f			
g	43g			
44 Total functional expenses. Add lines 22a through 43g (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	44	22,474,302	20,837,894	1,636,408
				0

Joint Costs. Check if you are following SOP 98-2

Are any joint costs from a combined educational campaign and fundraising solicitation reported in **(B)** Program services? **Yes** **No**
 If "Yes," enter **(i)** the aggregate amount of these joint costs \$ _____, **(ii)** the amount allocated to Program services \$ _____, **(iii)** the amount allocated to Management and general \$ _____, and **(iv)** the amount allocated to Fundraising \$ _____

Part III Statement of Program Service Accomplishments (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? ▶ PROVIDING EARLY CHILDHOOD CARE AND EDUCATION 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.)	Program Service Expenses (Required for 501(c)(3) and (4) orgs, and 4947(a)(1) trusts, but optional for others.)
a ORGANIZATION PROVIDES EARLY CHILDHOOD CARE AND EDUCATION THRU EARLY AND PRESCHOOL HEADSTART, AND A GEORGIA PRE-KINDERGARTEN PROGRAM WITH A CAPACITY COMBINED CAPACITY OF 2,300 CHILDREN THROUGH 16 NEIGHBORHOOD CENTERS IN 7 METRO ATLANTA COUNTIES. ORGANIZATION SERVED 3,547 CHILDREN. (Grants and allocations \$ 0) If this amount includes foreign grants, check here <input type="checkbox"/>	20,837,894
b (Grants and allocations \$) If this amount includes foreign grants, check here <input type="checkbox"/>	
c (Grants and allocations \$) If this amount includes foreign grants, check here <input type="checkbox"/>	
d (Grants and allocations \$) If this amount includes foreign grants, check here <input type="checkbox"/>	
e Other program services (attach schedule) (Grants and allocations \$) If this amount includes foreign grants, check here <input type="checkbox"/>	
f Total of Program Service Expenses (should equal line 44, column (B), Program services) ▶	20,837,894

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)		(B)		
		Beginning of year		End of year		
Assets	45 Cash—non-interest-bearing		1,423,426	45	452,278	
	46 Savings and temporary cash investments		67,832	46	162,993	
	47a Accounts receivable	47a	702,356			
	b Less allowance for doubtful accounts	47b		29,500	47c	702,356
	48a Pledges receivable	48a	942,122			
	b Less allowance for doubtful accounts	48b		1,010,390	48c	942,122
	49 Grants receivable		568,841	49		
	50a Receivables from current and former officers, directors, trustees, and key employees (attach schedule)			50a		
	b Receivables from other disqualified persons (as defined under section 4958(c)(3)(B)) (attach schedule)			50b		
	51a Other notes and loans receivable (attach schedule)	51a				
	b Less allowance for doubtful accounts	51b			51c	
	52 Inventories for sale or use			52		
	53 Prepaid expenses and deferred charges		220,899	53	60,815	
	54a Investments—publicly-traded securities <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV		5,453,573	54a	6,724,584	
	b Investments—other securities (attach schedule) <input type="checkbox"/> Cost <input type="checkbox"/> FMV			54b		
55a Investments—land, buildings, and equipment basis	55a					
b Less accumulated depreciation (attach schedule)	55b			55c		
56 Investments—other (attach schedule)			56			
57a Land, buildings, and equipment basis	57a	33,202,732				
b Less accumulated depreciation (attach schedule)	57b	8,530,785	25,537,580	57c	24,671,947	
58 Other assets, including program-related investments (describe <input type="checkbox"/> _____)				58	101,380	
59 Total assets (must equal line 74) Add lines 45 through 58		34,312,041	59	33,818,475		
Liabilities	60 Accounts payable and accrued expenses		410,326	60	341,177	
	61 Grants payable			61		
	62 Deferred revenue			62		
	63 Loans from officers, directors, trustees, and key employees (attach schedule)			63		
	64a Tax-exempt bond liabilities (attach schedule)		4,900,000	64a	4,800,000	
	b Mortgages and other notes payable (attach schedule)			64b		
	65 Other liabilities (describe <input type="checkbox"/> _____)			65		
66 Total liabilities Add lines 60 through 65		5,310,326	66	5,141,177		
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		25,078,998	67	24,579,768	
	68 Temporarily restricted		2,104,913	68	2,236,983	
	69 Permanently restricted		1,817,804	69	1,860,547	
	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)		29,001,715	73	28,677,298	
	74 Total liabilities and net assets / fund balances Add lines 66 and 73		34,312,041	74	33,818,475	

Part VI Other Information (continued)

Yes No

82a 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?
82b If "Yes," you may indicate the value of these items here
83a Did the organization comply with the public inspection requirements for returns and exemption applications?
83b Did the organization comply with the disclosure requirements relating to quid pro quo contributions?
84a Did the organization solicit any contributions or gifts that were not tax deductible?
84b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?
85 501(c)(4), (5), or (6) organizations. a Were substantially all dues nondeductible by members?
85b Did the organization make only in-house lobbying expenditures of \$2,000 or less?
85c Dues assessments, and similar amounts from members
85d Section 162(e) lobbying and political expenditures
85e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices
85f Taxable amount of lobbying and political expenditures (line 85d less 85e)
85g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?
85h 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?
86 501(c)(7) orgs. Enter a Initiation fees and capital contributions included on line 12
86b Gross receipts, included on line 12, for public use of club facilities
87 501(c)(12) orgs. Enter a Gross income from members or shareholders
87b Gross income from other sources
88a 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?
88b At any time during the year, did the organization directly or indirectly own a controlled entity within the meaning of section 512(b)(13)?
89a 501(c)(3) organizations Enter Amount of tax imposed on the organization during the year under section 4911, section 4912, section 4955
89b 501(c)(3) and 501(c)(4) orgs. 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?
89c Enter Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958
89d Enter Amount of tax on line 89c, above, reimbursed by the organization
89e All organizations. At any time during the tax year was the organization a party to a prohibited tax shelter transaction?
89f All organizations. Did the organization acquire direct or indirect interest in any applicable insurance contract?
89g 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?
90a List the states with which a copy of this return is filed GA
90b Number of employees employed in the pay period that includes March 12, 2007 (See instructions) 230
91a The books are in care of VP OF FINANCE Telephone no (404) 523-2767
385 CENTENNIAL OLYMPIC PARK DR
Located at ATLANTA, GA ZIP + 4 30313
91b 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)?

Part VI Other Information (continued)

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

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**

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) Exclusion code	(D) Amount	
93 Program service revenue					
a PARENT TUITION					5,760,621
b MISC REVENUE					418,812
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	344,141	
97 Net rental income or (loss) from real estate					
a debt-financed property					
b non 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					
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))				344,141	6,179,433
105 Total (add line 104, columns (B), (D), and (E))					6,523,574

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)
93	TUTION PAYMENTS HELP DEFRAY THE COST OF PROVIDING QUALITY
93	EARLY CHILDHOOD CARE AND EDUCATION

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
	%			
	%			
	%			
	%			

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)*

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 and 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 and 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 interests, rents, royalties and annuities described in question 107 above?	Yes	No

Please Sign Here	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	
	Signature of officer _____ DASHANA L JELKS PRESIDENT Type or print name and title	Date 2008-08-15

Paid Preparer's Use Only	Preparer's signature LISA A WRIGHT CPA	Date 2008-11-17	Check if self-employed <input checked="" type="checkbox"/>	Preparer's SSN or PTIN (See Gen Inst W)
	Firm's name (or yours if self-employed), address, and ZIP + 4 LA WRIGHT & ASSOCIATES LLC 8075 MALL PARKWAY SUITE 101-304 LITHONIA, GA 30038			EIN _____ Phone no _____

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

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.)

OMB No 1545-0047

2007

Department of the
Treasury
Internal Revenue
Service

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

Name of the organization
THE SHELTERING ARMS

Employer identification number

58-0566236

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
SALLY CAMPBELL ATLANTA, GA 30313	DIR CHILD PROG 40 00	75,820	0	0
DASHANA JELKS ATLANTA, GA 30313	ACCOUNTING MGR 40 00	64,469	0	0
JAQUELINE BYRD ATLANTA, GA 30313	PROGRAM COORD 40 00	62,359	0	0
KATHERINE MYERS ATLANTA, GA 30313	DIR FAMILY SRVS 40 00	61,092	0	0
VERONICA MOORE ATLANTA, GA 30313	PROG COORD 40 00	59,729	0	0
Total number of other employees paid over \$50,000	5			

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

(See page 2 of the instructions. List each one (whether individual 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
MARTHA ABBOTT-SHIM 385 CENTENNIAL OLYMPIC PARK DR ATLANTA, GA 30313	CONSULTING/TRAINING	82,411
SUSAN CULPEPPER 712 NORTHERN AVE CLARKSTON, GA 30021	FUND DEV /CONSULTING	86,374
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 individual or firms. If there are none, enter "None". See page 2 for 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

<p>1 During the year, has the organization attempted to influence national, state, or local legislation, include 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 1 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>	1		No
<p>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.)</p> <p>a Sale, exchange, or leasing property?</p>	2a		No
<p>b Lending of money or other extension of credit?</p>	2b		No
<p>c Furnishing of goods, services, or facilities?</p>	2c		No
<p>d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?</p>	2d		No
<p>e Transfer of any part of its income or assets?</p>	2e		No
<p>3a 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>	3a		No
<p>b Did the organization have a section 403(b) annuity plan for its employees?</p>	3b		No
<p>c Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment , historic land areas or structures? If "Yes" attach a detailed statement</p>	3c		No
<p>d Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?</p>	3d		No
<p>4a Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g If "No," complete lines 4f and 4g</p>	4a		No
<p>b Did the organization make any taxable distributions under section 4966?</p>	4b		No
<p>c Did the organization make a distribution to a donor, donor advisor, or related person?</p>	4c		No
<p>d Enter the total number of donor advised funds owned at the end of the tax year</p>			0
<p>e Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year</p>			0
<p>f Enter the total number of separate funds or accounts owned at the end of the tax 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>			0
<p>g Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year</p>			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	(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 V Private School Questionnaire (See page 7 of the instructions.)
(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 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) 		
34a	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 9 of the instructions.)
(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

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	41		
42	Grassroots nontaxable amount (enter 25% of line 41)	42		
43	Subtract line 42 from line 36 Enter -0- if line 42 is more than line 36	43		
44	Subtract line 41 from line 38 Enter -0- if line 41 is more than line 38	44		

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

4-Year Averaging Period Under Section 501(h)

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

Lobbying Expenditures During 4-Year Averaging Period

Calendar year (or fiscal year beginning in)	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 2007	(b) 2006	(c) 2005	(d) 2004	(e) Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					0
47 Total lobbying expenditures					
48 Grassroots nontaxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					0
50 Grassroots lobbying expenditures					

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See page 11 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

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

Yes	No	Amount
		0

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

TY 2007 General Explanation Attachment

Name: THE SHELTERING ARMS

EIN: 58-0566236

Identifier	Return Reference	Explanation
FORN 8868		THE FIRST EXTENSION WAS INADVERTINGLY FILED WITH THE INCORRECT EMPLOYER IDENTIFICATION NUMBER(INCORRECT E# USED 12-1678908) THE CORRECT EMPLOYER IDENTIFICATION NUMBER IS 58-056623 6

TY 2007 Land etc. Schedule

Name: THE SHELTERING ARMS

EIN: 58-0566236

Category/Item	Cost/Other Basis	Accumulated Depreciation	Book Value
LAND, BUILDINGS & EQUIPMENT	33,202,732	8,530,785	24,671,947

TY 2007 Other Changes in Net Assets Schedule**Name:** THE SHELTERING ARMS**EIN:** 58-0566236

Description	Amount
UNREALIZED GAIN ON INVESTMENTS	459,745

TY 2007 Other Income Schedule

Name: THE SHELTERING ARMS

EIN: 58-0566236

Description	2006	2005	2004	2003	Total
UNREALIZED GAIN ON INVEST	355,226				355,226
OTHER REVENUE	377,944				377,944

Exempt Organization Declaration and Signature for Electronic Filing

For calendar year 2007, or tax year beginning Jan 1, 2007, and ending Dec 31, 2007

For use with Forms 990, 990-EZ, 990-PF, 1120-POL, and 8868

2007

Department of the Treasury
Internal Revenue Service

▶ See instructions

Name of exempt organization

THE SHELTERING ARMS

Employer identification number

58-0566236

Part I Type of Return and Return Information (Whole Dollars Only)

Check the box for the return for which you are using this Form 8453-EO and enter the applicable amount from the return, if any. If you check the box on line 1a, 2a, 3a, 4a, or 5a below and the amount on that line for the return for which you are filing this form was blank, then leave line 1b, 2b, 3b, 4b, or 5b, whichever is applicable, blank (do not enter -0-). If you entered -0- on the return, then enter -0- on the applicable line below. Do not complete more than 1 line in Part I

1a Form 990 check here	<input checked="" type="checkbox"/>	b Total revenue, if any (Form 990, line 12)	1b	<u>21,690,140.</u>
2a Form 990-EZ check here	<input type="checkbox"/>	b Total revenue, if any (Form 990-EZ, line 9)	2b	
3a Form 1120-POL check here	<input type="checkbox"/>	b Total tax (Form 1120-POL, line 22)	3b	
4a Form 990-PF check here	<input type="checkbox"/>	b Tax based on investment income (Form 990-PF, Part VI, line 5)	4b	
5a Form 8868 check here	<input type="checkbox"/>	b Balance Due (Form 8868, line 3c)	5b	

Part II Declaration of Officer

6 I authorize the U.S. Treasury and its designated Financial Agent to initiate an ACH electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of the organization's federal taxes owed on this return, and the financial institution to debit the entry to this account. To revoke a payment, I must contact the U.S. Treasury Financial Agent at 1-888-353-4537 no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment

If a copy of this return is being filed with a state agency(ies) regulating charities as part of the IRS Fed/State program, I certify that I executed the electronic disclosure consent contained within this return allowing disclosure by the IRS of this Form 990/990-EZ/990-PF (as specifically identified in Part I above) to the selected state agency(ies).

Under penalties of perjury, I declare that I am an officer of the above named organization and that I have examined a copy of the organization's 2007 electronic return and accompanying schedules and statements and to the best of my knowledge and belief, they are true, correct, and complete. I further declare that the amount in Part I above is the amount shown on the copy of the organization's electronic return. I consent to allow my intermediate service provider, transmitter, or electronic return originator (ERO) to send the organization's return to the IRS and to receive from the IRS (a) an acknowledgment of receipt or reason for rejection of the transmission, (b) an indication of any refund offset, (c) the reason for any delay in processing the return or refund, and (d) the date of any refund

Sign Here

D. Shera Gellis
Signature of officer

10/15/08
Date

VP of Finance
Title

Part III Declaration of Electronic Return Originator (ERO) and Paid Preparer (see instructions)

I declare that I have reviewed the above organization's return and that the entries on Form 8453-EO are complete and correct to the best of my knowledge. If I am only a collector, I am not responsible for reviewing the return and only declare that this form accurately reflects the data on the return. The organization officer will sign this form before I submit the return. I will give the officer a copy of all forms and information to be filed with the IRS, and have followed all other requirements in Publication 4163, Modernized e-File (MeF) Information for Authorized e-file Providers. If I am also the Paid Preparer, under penalties of perjury I declare that I have examined the above organization's return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. This Paid Preparer declaration is based on all information of which I have any knowledge.

ERO's Use Only	ERO's signature	Date	Check if also paid preparer. <input type="checkbox"/>	Check if self-employed <input type="checkbox"/>	ERO's SSN or PTIN
	Firm's name (or yours if self-employed), address, and ZIP code	EIN			Phone no.

Under penalties of perjury, I declare that I have examined the above return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. Declaration of preparer is based on all information of which the preparer has any knowledge

Paid Preparer's Use Only	Preparer's signature	Date	Check if self-employed <input type="checkbox"/>	Preparer's SSN or PTIN
	Firm's name (or yours if self-employed), address, and ZIP code	EIN		Phone no.

MARTIN, HARPS, SYPHOE & CO.
167 TRINITY AVE. S.W.
ATLANTA, GA 30303

Date: 08/15/08
EIN: 58-1678906
Phone no.: (404) 525-3508

Additional Data

Software ID:
Software Version:
EIN: 58-0566236
Name: THE SHELTERING ARMS

Form 990, Part II, Line 43 - Other expenses not covered above (itemize):

<i>Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.</i>		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
a PROFESSIONAL FEES	43a	656,939	566,872	90,067	
b FOOD & KITCHEN SUPPLIES	43b	780,907	780,907		
c Amortization	43c	12,672	12,672		
d PROFESSIONAL DEVELOPMENT/GTI	43d	283,864	274,949	8,915	
e MEMBERSHIPS	43e	8,166	3,499	4,667	
f SUBSCRIPTIONS	43f	730	128	602	
g INSURANCE	43g	406,648	377,669	28,979	
h BOND ISSUE EXPENSE	43h	33,906	33,906		
i BAD DEBT	43i	1,383	1,383		

Form 990, Part V-A - Current Officers, Directors, Trustees, and Key Employees:

(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
ELAINE DRAEGER 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	PRESIDENT 40 00	157,642		
GWENDOLYN WRIGHT 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	V P OPERATIONS 40 00	111,503		
THAO KANE 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	V P FINANCE 40 00	94,224		
DIANE BELLEM 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	V P FAMILY SERVICES 40 00	91,113		
PAIGE MCKAY-KUBIK 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	V P DEVELOPMENT 40 00	74,488		
ANTHONY INGRAM 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	V P ADMIN SERVICES 40 00	70,896		
ROD ODOM 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD CHAIR 2 00	0		
TIMOTHY J PAKENHAM 385 CENTENNIAL OLYMBIC PARK DR NW ATLANTA, GA 30313	BOARD CHAIR-ELECT 2 00	0		
JOHN S MCCALL 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD TREASURER 2 00	0		
ELIZABETH C RICHARDS 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD SECRETARY 2 00	0		

Form 990, Part V-A - Current Officers, Directors, Trustees, and Key Employees:

(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
CHARLES FEASLEY 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	IMMEDIATE PAST BD CHAIR 2 00	0		
KENT E BLACKMON 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
JAMES W BLAND 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 0	0		
W J BLAND 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
BENNIE BOSWELL JR 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
TREY CHILDRESS 385 CENTENNIAL OLYMPIC PARK DRNW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
WENDY J CONOVER 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
BLAIR CURTIS 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
DOUG C DAVIDSON 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
MARK DVORAK 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		

Form 990, Part V-A - Current Officers, Directors, Trustees, and Key Employees:

(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
JANICE R GREEN 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
ROBERT H GUNN 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
JEANNE SIMKINS-HOLLIS 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
HOLLY H HUGHES 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
THOMAS E JOSEPH 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 0	0		
WILLIAM T LAMPLEY 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 0	0		
T SHAWN LANIER 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
DRIDA LOVE 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
DONNA LOWRY 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
DAVID MAST 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		

Form 990, Part V-A - Current Officers, Directors, Trustees, and Key Employees:

(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
ARTHUR J MCCLUNG JR 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
ANDREI MIKHALEVSKY 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
A SUMMEY ORR III 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
LOVEETTE RUSSELL 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
W ROSS SINGLETARY II 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
JACIEN L STEELE 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
LOVITA TANDY 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 0	0		
DYDRA H VIRGIL 385 CENTENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		
RACQUEL WHITE 385 CENETENNIAL OLYMPIC PARK DR NW ATLANTA, GA 30313	BOARD MEMBER 2 00	0		