

Return of Organization Exempt From Income Tax

2007

Open to Public Inspection

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)

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: **RONALD MCDONALD HOUSE CHARITIES OF ALABAMA, INC.**

D Employer identification number: **63-0753358**

Number and street (or P O box if mail is not delivered to street address): **1700 4TH AVENUE SOUTH**

Room/suite:

E Telephone number: **(205) 212-7255**

City or town, state or country, and ZIP + 4: **BIRMINGHAM, AL 35233**

F Accounting method: Cash Accrual

G Website: **WWW.RMHCA.ORG**

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

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

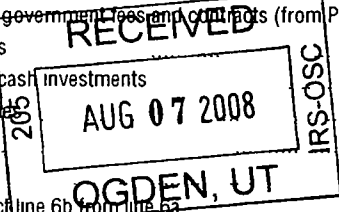
L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12: **3,573,881.**

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
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)

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

Revenue		Expenses		Net Assets	
1	Contributions, gifts, grants, and similar amounts received				
a	Contributions to donor advised funds	1a			
b	Direct public support (not included on line 1a)	1b	2,040,199.		
c	Indirect public support (not included on line 1a)	1c	82,809.		
d	Government contributions (grants) (not included on line 1a)	1d			
e	Total (add lines 1a through 1d) (cash \$ 2,003,135. noncash \$ 119,873.)	1e		2,123,008.	
2	Program service revenue including government fees and contracts (from Part VII, line 93)	2		64,792.	
3	Membership dues and assessments	3		1,850.	
4	Interest on savings and temporary cash investments	4			
5	Dividends and interest from securities	5		143,043.	
6a	Gross rents	6a			
b	Less rental expenses	6b			
c	Net rental income or (loss) Subtract line 6b from line 6a	6c			
7	Other investment income (describe)	7			
8a	Gross amount from sales of assets other than inventory	(A) Securities	1,139,591.	(B) Other	3,000.
b	Less cost or other basis and sales expenses	8a		8b	21,888.
c	Gain or (loss) (attach schedule)	8b	1,130,777.	8c	<18,888.>
d	Net gain or (loss) Combine line 8c, columns (A) and (B)	8c	8,814.	8d	<10,074.>
9	Special events and activities (attach schedule) If any amount is from gaming, check here <input type="checkbox"/>				
a	Gross revenue (not including \$ 0. of contributions reported on line 1b)	9a	92,430.		
b	Less direct expenses other than fundraising expenses	9b	32,244.		
c	Net income or (loss) from special events Subtract line 9b from line 9a	9c		60,186.	
10a	Gross sales of inventory, less returns and allowances	10a			
b	Less cost of goods sold	10b			
c	Gross profit or (loss) from sales of inventory (attach schedule) Subtract line 10b from line 10a	10c			
11	Other revenue (from Part VII, line 103)	11		6,167.	
12	Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11	12		2,388,972.	
13	Program services (from line 44, column (B))	13		772,125.	
14	Management and general (from line 44, column (C))	14		93,888.	
15	Fundraising (from line 44, column (D))	15		189,582.	
16	Payments to affiliates (attach schedule) SEE STATEMENT 4	16		16,441.	
17	Total expenses. Add lines 16 and 44, column (A)	17		1,072,036.	
18	Excess or (deficit) for the year Subtract line 17 from line 12	18		1,316,936.	
19	Net assets or fund balances at beginning of year (from line 73, column (A))	19		10,983,323.	
20	Other changes in net assets or fund balances (attach explanation) SEE STATEMENT 5	20		<96,178.>	
21	Net assets or fund balances at end of year Combine lines 18, 19, and 20	21		12,204,081.	



5917

RONALD MCDONALD HOUSE CHARITIES OF
ALABAMA, INC.

Form 990 (2007)

63-0753358 Page 2

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>0</u> . noncash \$ <u>0</u> . If this amount includes foreign grants, check here <input type="checkbox"/>				
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	88,873.	44,437.	22,218.	22,218.
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	249,773.	209,465.	17,858.	22,450.
27 Pension plan contributions not included on lines 25a, b, and c				
28 Employee benefits not included on lines 25a - 27				
29 Payroll taxes	25,371.	19,022.	3,002.	3,347.
30 Professional fundraising fees	7,701.			7,701.
31 Accounting fees	14,600.	485.	9,735.	4,380.
32 Legal fees				
33 Supplies	5,000.	1,599.	808.	2,593.
34 Telephone	7,202.	6,771.	216.	215.
35 Postage and shipping	1,958.	784.	587.	587.
36 Occupancy	41,223.	38,668.	1,277.	1,278.
37 Equipment rental and maintenance	847.	593.	127.	127.
38 Printing and publications				
39 Travel				
40 Conferences, conventions, and meetings	2,037.		2,037.	
41 Interest				
42 Depreciation, depletion, etc. (attach schedule)	202,518.	189,963.	6,277.	6,278.
43 Other expenses not covered above (itemize) a _____ b _____ c _____ d _____ e _____ f _____ g SEE STATEMENT 6				
44 Total functional expenses. Add lines 22a through 43g (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	1,055,595.	772,125.	93,888.	189,582.

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

723011
12-27-07

Form 990 (2007)

RONALD MCDONALD HOUSE CHARITIES OF
ALABAMA, INC.

Form 990 (2007)

63-0753358 Page 3

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? SEE ATTACHED.	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.)	
a <u>RMHCA REQUESTS DONATIONS OF \$5 TO \$10 PER NIGHT FOR SERVICES THAT COST MORE THAN \$50 PER NIGHT TO PROVIDE. LAST YEAR, THE HOUSE PROVIDED APPROXIMATELY 1,160 GUEST STAYS.</u>	
(Grants and allocations \$) If this amount includes foreign grants, check here <input type="checkbox"/>	772,125.
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)	772,125.

Form 990 (2007)

RONALD MCDONALD HOUSE CHARITIES OF

Form 990 (2007)

ALABAMA, INC.

63-0753358 Page 4

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	167,837.	45	867,810.	
	46 Savings and temporary cash investments	632,721.	46	25,061.	
	47 a Accounts receivable	47a			
	b Less: allowance for doubtful accounts	47b	47c		
	48 a Pledges receivable	48a 2,726,390.			
	b Less: allowance for doubtful accounts	48b	48c	2,726,390.	
	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		53	1,196.	
	54 a Investments - publicly-traded securities	<input type="checkbox"/> Cost <input type="checkbox"/> FMV		54a	
	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	SEE STATEMENT 7	3,681,733.	56	1,561,660.	
57 a Land, buildings, and equipment: basis	57a 7,303,766.				
b Less: accumulated depreciation STMT 8	57b 221,876.	3,416,019.	57c	7,081,890.	
58 Other assets, including program-related investments (describe ▶ _____)			58		
59 Total assets (must equal line 74). Add lines 45 through 58		11,834,623.	59	12,264,007.	
Liabilities	60 Accounts payable and accrued expenses	851,300.	60	29,926.	
	61 Grants payable		61		
	62 Deferred revenue		62	30,000.	
	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 Total liabilities. Add lines 60 through 65		851,300.	66	59,926.	
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	6,281,260.	67	10,127,558.	
	68 Temporarily restricted	4,170,663.	68	1,545,123.	
	69 Permanently restricted	531,400.	69	531,400.	
	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)		10,983,323.	73	12,204,081.
	74 Total liabilities and net assets/fund balances. Add lines 66 and 73		11,834,623.	74	12,264,007.

Form 990 (2007)

RONALD MCDONALD HOUSE CHARITIES OF

Form 990 (2007)

ALABAMA, INC.

63-0753358

Page 7

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?		
	N/A		
	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.		
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		
85g			
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?		
	N/A		
85h			
86	501(c)(7) organizations. Enter: a Initiation fees and capital contributions included on line 12		
	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
88b			
89 a	501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 <u>0.</u> , section 4912 <u>0.</u> , section 4955 <u>0.</u>		
b	501(c)(3) and 501(c)(4) organizations. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction		X
89b			
c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 <u>0.</u>		
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization <u>0.</u>		
89e	All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?		X
89f	All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?		X
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?		X
90 a	List the states with which a copy of this return is filed <u>AL</u>		
b	Number of employees employed in the pay period that includes March 12, 2007	90b	13
91 a	The books are in care of <u>WENDY FILLER</u> Telephone no <u>205-212-7255</u> Located at <u>1700 4TH AVENUE SOUTH, BIRMINGHAM, AL</u> ZIP + 4 <u>35233</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

Form 990 (2007)

RONALD MCDONALD HOUSE CHARITIES OF

Form 990 (2007)

ALABAMA, INC.

63-0753358 Page 8

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
 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 ROOM DONATIONS					64,792.
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					1,850.
95 Interest on savings and temporary cash investments					
96 Dividends and interest from securities			14	143,043.	
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			18	<10,074.>	
101 Net income or (loss) from special events					60,186.
102 Gross profit or (loss) from sales of inventory					
103 Other revenue:					
a NOVELTY ITEMS			01	210.	
b WASHER & DRYER			03	2,021.	
c VENDING			03	3,936.	
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0.		139,136.	126,828.
105 Total (add line 104, columns (B), (D), and (E))					265,964.

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

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

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

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

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

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

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

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

Form 990 (2007)

RONALD MCDONALD HOUSE CHARITIES OF

Form 990 (2007)

ALABAMA, INC.

63-0753358 Page 9

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

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

Yes	No

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

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

Yes	No

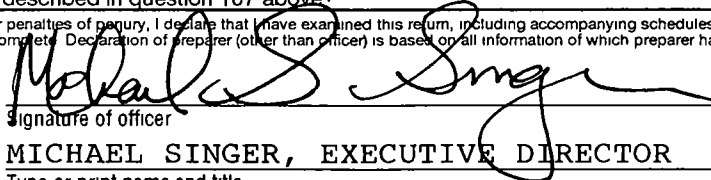
	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a	-----			
b	-----			
c	-----			
Totals				

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

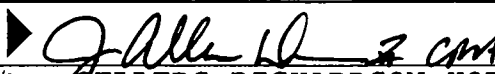
Yes	No

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Please Sign Here


7-24-08
 Signature of officer Date
MICHAEL SINGER, EXECUTIVE DIRECTOR
 Type or print name and title

Paid Preparer's Use Only

Preparer's signature  Date **7.22.08** Check if self-employed
 Firm's name (or yours if self-employed), address, and ZIP + 4
SELLERS RICHARDSON HOLMAN & WEST LLP
2100-A SOUTHBRIDGE PARKWAY, SUITE 380
BIRMINGHAM, AL 35209
 EIN Phone no **(205) 278-0001**

Form 990 (2007)

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 OF ALABAMA, INC.** Employer identification number **63 0753358**

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
CHRISTINE A. ELLIS 1700 4TH AVENUE SOUTH, BIRMINGHAM, AL	EMPLOYEE 40.00	60,329.		

Total number of other employees paid over \$50,000 ▶	0			

Part II-A Compensation of the Five Highest Paid Independent Contractors for Professional Services
(See page 2 of the instructions List each one (whether individuals or firms) If there are none, enter "None")

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		

Total number of others receiving over \$50,000 for professional services ▶	0	

Part II-B Compensation of the Five Highest Paid Independent Contractors for Other Services
(List each contractor who performed services other than professional services, whether individuals or firms If there are none, enter "None" See page 2 of the instructions)

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		

Total number of other contractors receiving over \$50,000 for other services ▶	0	

RONALD MCDONALD HOUSE CHARITIES OF

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

		Yes	No
1	During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ► \$ _____ \$ _____ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B) Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes" must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities		X
2	During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is "Yes," attach a detailed statement explaining the transactions.)		
a	Sale, exchange, or leasing of property?	2a	X
b	Lending of money or other extension of credit?	2b	X
c	Furnishing of goods, services, or facilities?	2c	X
d	Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?	2d	X
e	Transfer of any part of its income or assets?	2e	X
3	Did the organization make grants for scholarships, fellowships, student loans, etc? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments)	3a	X
b	Did the organization have a section 403(b) annuity plan for its employees?	3b	X
c	Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If "Yes," attach a detailed statement	3c	X
d	Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?	3d	X
4	Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g	4a	X
b	Did the organization make any taxable distributions under section 4966?	4b	N/A
c	Did the organization make a distribution to a donor, donor advisor, or related person?	4c	N/A
d	Enter the total number of donor advised funds owned at the end of the tax year	► N/A	
e	Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year	► N/A	
f	Enter the total number of separate funds or accounts owned at the end of the year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts	► 0.	
g	Enter the aggregate value of assets in all funds or accounts included on line 4f at the end of the tax year	► 0.	

Part IV Reason for Non-Private Foundation Status (See pages 4 through 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	
Total					►

- 14 An organization organized and operated to test for public safety Section 509(a)(4) (See page 8 of the instructions)

RONALD MCDONALD HOUSE CHARITIES OF

Schedule A (Form 990 or 990-EZ) 2007 ALABAMA, INC.

63-0753358 Page 4

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.)	2,818,931.	1,580,691.	671,982.	582,264.	5,653,868.
16 Membership fees received	1,873.	0.			1,873.
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	322,206.	346,980.	48,286.	48,675.	766,147.
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	148,377.	70,438.	48,298.	41,061.	308,174.
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.	6,187.	7,024.	SEE STATEMENT 12		13,211.
23 Total of lines 15 through 22	3,297,574.	2,005,133.	768,566.	672,000.	6,743,273.
24 Line 23 minus line 17	2,975,368.	1,658,153.	720,280.	623,325.	5,977,126.
25 Enter 1% of line 23	32,976.	20,051.	7,686.	6,720.	
26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24					26a 119,543.
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 1,340,469.
c Total support for section 509(a)(1) test. Enter line 24, column (e)					26c 5,977,126.
d Add Amounts from column (e) for lines 18 308,174. 19 19 22 13,211. 26b 1,340,469.					26d 1,661,854.
e Public support (line 26c minus line 26d total)					26e 4,315,272.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))					26f 72.1964%
27 Organizations described on line 12: a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." Do not file this list with your return. Enter the sum of such amounts for each year N/A	(2006)	(2005)	(2004)	(2003)	
b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11b, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year N/A	(2006)	(2005)	(2004)	(2003)	
c Add Amounts from column (e) for lines 15 16 17 20 21					27c N/A
d Add Line 27a total and line 27b total					27d N/A
e Public support (line 27c total minus line 27d total)					27e N/A
f Total support for section 509(a)(2) test. Enter amount on line 23, column (e)			27f N/A		
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))					27g N/A %
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))					27h N/A %

28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 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

RONALD MCDONALD HOUSE CHARITIES OF

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

N/A

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

		Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If "Yes," please describe, if "No," please explain (If you need more space, attach a separate statement)		

32	Does the organization maintain the following		
a	Records indicating the racial composition of the student body, faculty, and administrative staff?	32a	
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b	
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c	
d	Copies of all material used by the organization or on its behalf to solicit contributions? If you answered "No" to any of the above, please explain (If you need more space, attach a separate statement)	32d	

33	Does the organization discriminate by race in any way with respect to		
a	Students' rights or privileges?	33a	
b	Admissions policies?	33b	
c	Employment of faculty or administrative staff?	33c	
d	Scholarships or other financial assistance?	33d	
e	Educational policies?	33e	
f	Use of facilities?	33f	
g	Athletic programs?	33g	
h	Other extracurricular activities? If you answered "Yes" to any of the above, please explain (If you need more space, attach a separate statement)	33h	

34 a	Does the organization receive any financial aid or assistance from a governmental agency?	34a	
b	Has the organization's right to such aid ever been revoked or suspended? If you answered "Yes" to either 34a or b, please explain using an attached statement	34b	
35	Does the organization certify that it has complied with the applicable requirements of sections 4 01 through 4 05 of Rev Proc 75-50, 1975-2 C B 587, covering racial nondiscrimination? If "No," attach an explanation	35	

RONALD MCDONALD HOUSE CHARITIES OF

Schedule A (Form 990 or 990-EZ) 2007 ALABAMA, INC.

63-0753358 Page 6

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

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred)		(a) Affiliated group totals	(b) To be completed for all electing organizations
		N/A	
36	Total lobbying expenditures to influence public opinion (grassroots lobbying)	36	
37	Total lobbying expenditures to influence a legislative body (direct lobbying)	37	
38	Total lobbying expenditures (add lines 36 and 37)	38	
39	Other exempt purpose expenditures	39	
40	Total exempt purpose expenditures (add lines 38 and 39)	40	
41	Lobbying nontaxable amount Enter the amount from the following table - If the amount on line 40 is - The lobbying nontaxable amount is - Not over \$500,000 .. 20% of the amount on line 40 Over \$500,000 but not over \$1,000,000 \$100,000 plus 15% of the excess over \$500,000 Over \$1,000,000 but not over \$1,500,000 \$175,000 plus 10% of the excess over \$1,000,000 Over \$1,500,000 but not over \$17,000,000 \$225,000 plus 5% of the excess over \$1,500,000 Over \$17,000,000 \$1,000,000	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 13 of the instructions)

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

Part VI-B Lobbying Activity by Nonelecting Public Charities

(For reporting only by organizations that did not complete Part VI-A) (See page 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
a Volunteers		X	
b Paid staff or management (Include compensation in expenses reported on lines c through h.)		X	
c Media advertisements		X	
d Mailings to members, legislators, or the public		X	
e Publications, or published or broadcast statements		X	
f Grants to other organizations for lobbying purposes		X	
g Direct contact with legislators, their staffs, government officials, or a legislative body		X	
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means		X	
i Total lobbying expenditures (Add lines c through h.)			0.

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

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 and click on e-file for Charities & Nonprofits.

Type or print	Name of Exempt Organization RONALD MCDONALD HOUSE CHARITIES OF ALABAMA, INC.	Employer identification number 63-0753358
File by the due date for filing your return See instructions	Number, street, and room or suite no. If a P.O. box, see instructions. 1700 4TH AVENUE SOUTH	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. BIRMINGHAM, AL 35233	

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 ▶ **WENDY FILLER**
Telephone No. ▶ **205-212-7255** 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	\$
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 Balance Due. 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	\$ N/A

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.

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	* Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
1	EQUIPMENT	VARIES	200DB	5.00	17	182,108.			182,108.	3,059.		31,522.
2	FURNITURE AND FIXTURES	VARIES	200DB	7.00	17	483,133.			483,133.			80,565.
3	SOFTWARE	VARIES	SL	5.00	16	29,858.			29,858.	4,750.		5,595.
4	BUILDING	062707	SL	39.00	19	6599726.			6599726.			84,612.
5	LAND IMPROVEMENTS	062707	SL	20.00	16	8,941.			8,941.			224.
	* TOTAL 990 PAGE 2 DEPR					7303766.		0.	7303766.	7,809.	0.	202,518.

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

DESCRIPTION	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	NET GAIN OR (LOSS)
SECURITIES	147,000.	143,119.	0.	3,881.
US TREASURY BILLS	992,591.	987,658.	0.	4,933.
TO FORM 990, PART I, LINE 8	1,139,591.	1,130,777.	0.	8,814.

FORM 990 GAIN (LOSS) FROM SALE OF OTHER ASSETS STATEMENT 2

DESCRIPTION	DATE ACQUIRED	DATE SOLD	METHOD ACQUIRED		
EQUIPMENT	/ /95	/ /07	PURCHASED		
NAME OF BUYER	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	DEPREC	NET GAIN OR (LOSS)
	0.	49,444.	0.	43,567.	<5,877.>

DESCRIPTION	DATE ACQUIRED	DATE SOLD	METHOD ACQUIRED		
FURNITURE AND FIXTURES	/ /95	/ /07	PURCHASED		
NAME OF BUYER	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	DEPREC	NET GAIN OR (LOSS)
	3,000.	136,877.	0.	120,866.	<13,011.>

DESCRIPTION	DATE ACQUIRED	DATE SOLD	METHOD ACQUIRED		
SOFTWARE	/ /04	/ /07	PURCHASED		
NAME OF BUYER	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	DEPREC	NET GAIN OR (LOSS)
	0.	2,323.	0.	2,323.	0.
TO FM 990, PART I, LN 8	3,000.	188,644.	0.	166,756.	<18,888.>

FORM 990 SPECIAL EVENTS AND ACTIVITIES STATEMENT 3

DESCRIPTION OF EVENT	GROSS RECEIPTS	CONTRIBUT. INCLUDED	GROSS REVENUE	DIRECT EXPENSES	NET INCOME OR (LOSS)
GOLF TOURNAMENT	80,476.		80,476.	16,404.	64,072.
YLB EVENT	2,392.		2,392.	2,880.	<488.>
RED NOSE RUN	4,004.		4,004.	10,960.	<6,956.>
BIRMINGHAM BARONS	3,058.		3,058.	2,000.	1,058.
WFS GOLF	2,500.		2,500.	0.	2,500.
TO FM 990, PART I, LINE 9	92,430.		92,430.	32,244.	60,186.

FORM 990 PAYMENTS TO AFFILIATES STATEMENT 4

AFFILIATE'S NAME	AFFILIATE'S ADDRESS	AMOUNT
RONALD MCDONALD HOUSE CHARITIES - NATIONAL	ONE KROC DRIVE OAKBROOK, IL 60523	16,441.
PURPOSE OF PAYMENT		
REMITTANCE TO AFFILIATE BASED ON CANISTER DONATIONS		16,441.
TOTAL TO FORM 990, PART I, LINE 16		16,441.

FORM 990 OTHER CHANGES IN NET ASSETS OR FUND BALANCES STATEMENT 5

DESCRIPTION	AMOUNT
UNREALIZED GAIN(LOSS)	<96,178.>
TOTAL TO FORM 990, PART I, LINE 20	<96,178.>

FORM 990 OTHER EXPENSES STATEMENT 6

DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
UTILITIES	70,329.	65,970.	2,179.	2,180.
JANITORIAL SERVICES MAINTENANCE, BUILDING & GROUNDS	49,743.	46,660.	1,541.	1,542.
SECURITY	4,991.	4,681.	155.	155.
LAUNDRY SERVICE	1,781.	1,725.	28.	28.
INSURANCE	907.	907.		
DUES & SUBSCRIPTIONS	48,674.	40,323.	4,031.	4,320.
BANK FEES	1,286.		643.	643.
INVESTMENT EXPENSE	3,182.	635.	2,547.	
PERSONNEL	13,713.		13,713.	
RECRUITMENT	195.	137.	29.	29.
CONTRACT LABOR	6,363.	2,545.	1,591.	2,227.
PAYROLL FEES	2,657.	1,991.	315.	351.
DONOR, VOLUNTEER, & STAFF RECOGNITION	2,208.	1,674.	72.	462.

FOOD SUPPLIES	64,682.	62,903.		1,779.
HOUSE SUPPLIES	23,504.	23,019.	243.	242.
CAPITAL CAMPAIGN	100,000.			100,000.
OUTREACH	3,646.	1,855.		1,791.
MISCELLANEOUS EXPENSE	10,631.	5,313.	2,659.	2,659.
TOTAL TO FM 990, LN 43	408,492.	260,338.	29,746.	118,408.

FORM 990 OTHER INVESTMENTS STATEMENT 7

DESCRIPTION	VALUATION METHOD	AMOUNT
SECURITIES AND OTHER INVESTMENTS	COST	1,561,660.
TOTAL TO FORM 990, PART IV, LINE 56, COLUMN B		1,561,660.

FORM 990 DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT STATEMENT 8

DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
EQUIPMENT	182,108.	34,581.	147,527.
FURNITURE AND FIXTURES	483,133.	80,565.	402,568.
SOFTWARE	29,858.	10,345.	19,513.
BUILDING	6,599,726.	84,612.	6,515,114.
LAND IMPROVEMENTS	8,941.	224.	8,717.
TOTAL TO FORM 990, PART IV, LN 57	7,303,766.	210,327.	7,093,439.

FORM 990 OTHER REVENUE NOT INCLUDED ON FORM 990 STATEMENT 9

DESCRIPTION	AMOUNT
SPECIAL EVENT EXPENSES	32,244.
DECREASE IN TEMPORARILY RESTRICTED ASSETS	2,625,540.
TOTAL TO FORM 990, PART IV-A	2,657,784.

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

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN- SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
MICHAEL SINGER 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	EXECUTIVE DIRECTOR 10.00	88,873.	0.	0.
ALAN LOTT 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD PRESIDENT 2.00	0.	0.	0.
PATRICIA PRITCHETT 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD VICE PRESIDENT 2.00	0.	0.	0.
ROBERT WASON 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD TREASURER 2.00	0.	0.	0.
RICK HANNA, JR. 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD ASSISTANT SECRETARY 2.00	0.	0.	0.
CHARLES COLLAT, JR 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD VICE PRESIDENT 2.00	0.	0.	0.
SANDY THURMOND 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD SECRETARY 2.00	0.	0.	0.
MAX COOPER 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	CHAIRMAN EMERITUS 2.00	0.	0.	0.
ELEANOR BARNES 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
KATHERINE ESTES BILLMEIER 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
VELINDA BLOCK 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.

LAJUANA BRADFORD 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
SUSAN BROUILLETTE 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
WALDEMAR CARLO 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
DEIDRE DOWNS 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
DENSON FRANKLIN III 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
LEISHA HARRIS 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
MICHAEL HILL 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
GREG HODGES 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
JIMMY HOLLOWAY 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
ALISON JAMES 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
DEBBIE KIKER 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
BRIAN KURLANDER 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
JACKIE MARTINEK 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.

DAVID PRICE 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
BILL RITTER 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
RICK ROTH 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
TODD SHARLEY 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
EDDIE SMITH 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
LARRY THORNTON 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
DONNA URQUHART 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
MIKE WARREN 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
BEN WEIL 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	BOARD MEMBER 2.00	0.	0.	0.
MARIANNE SHARBEL 1700 4TH AVENUE SOUTH BIRMINGHAM, AL, 35233	HONORARY MEMBER 2.00	0.	0.	0.
TOTALS INCLUDED ON FORM 990, PART V-A		<u>88,873.</u>	<u>0.</u>	<u>0.</u>

FORM 990 PART VIII - RELATIONSHIP OF ACTIVITIES TO ACCOMPLISHMENT OF EXEMPT PURPOSES STATEMENT 11

LINE EXPLANATION OF RELATIONSHIP OF ACTIVITIES
 93A THE ORGANIZATION PROVIDES A "HOME AWAY FROM HOME" FOR FAMILIES OF SERIOUSLY ILL CHILDREN WHO TRAVEL TO BIRMINGHAM FOR MEDICAL TREATMENT OF A SICK CHILD. THOSE FAMILIES WHO ARE FINANCIALLY ABLE ARE ASKED TO MAKE A NOMINAL ROOM DONATION FOR EACH NIGHTS STAY AT THE HOUSE.
 94 MEMBERSHIP FEES PAID BY THE BOARD OF DIRECTORS ARE USED TO SUPPORT THE

ADMINISTRATIVE COSTS INCURRED BY THE BOARD.

101 SPECIAL EVENTS ARE HELD TO PROMOTE THE RONALD MCDONALD HOUSE AND RAISE FUNDS USED IN THE COST OF MANAGEMENT AND OPERATIONS OF THE HOUSE.

SCHEDULE A	OTHER INCOME			STATEMENT 12
DESCRIPTION	2006 AMOUNT	2005 AMOUNT	2004 AMOUNT	2003 AMOUNT
OTHER REVENUE	6,187.	7,024.	0.	0.
TOTAL TO SCHEDULE A, LINE 22	6,187.	7,024.	0.	0.

Name(s) shown on return

Depreciation and Amortization 990
(Including Information on Listed Property)

▶ See separate instructions. ▶ Attach to your tax return.

RONALD MCDONALD HOUSE CHARITIES OF
ALABAMA, INC.

Business or activity to which this form relates

FORM 990 PAGE 2

Identifying number

63-0753358

Part I Election To Expense Certain Property Under Section 179 Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount. See the instructions for a higher limit for certain businesses	1	125,000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	500,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2006 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2008. Add lines 9 and 10, less line 12	13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)

14	Special allowance for qualified New York Liberty or Gulf Opportunity Zone property (other than listed property) and cellulosic biomass ethanol plant property placed in service during the tax year	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	5,819.

Part III MACRS Depreciation (Do not include listed property.) (See instructions)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2007	17	112,087.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here		<input type="checkbox"/>

Section B - Assets Placed in Service During 2007 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property	/		27.5 yrs.	MM	S/L	
	/		27.5 yrs.	MM	S/L	
i Nonresidential real property	06 /07	6,599,726.	39 yrs.	MM	S/L	84,612.
	/			MM	S/L	

Section C - Assets Placed in Service During 2007 Tax Year Using the Alternative Depreciation System

20a	Class life				S/L	
b	12-year		12 yrs.		S/L	
c	40-year	/	40 yrs.	MM	S/L	

Part IV Summary (see instructions)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.	22	202,518.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

**RONALD MCDONALD HOUSE CHARITIES OF
ALABAMA, INC.**

Part V Listed Property (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement.)
Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable

Section A - Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed? Yes No **24b** If "Yes," is the evidence written? Yes No

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) Elected section 179 cost
25 Special allowance for qualified Gulf Opportunity Zone property placed in service during the tax year and used more than 50% in a qualified business use							25	
26 Property used more than 50% in a qualified business use:								
		%						
		%						
		%						
27 Property used 50% or less in a qualified business use:								
		%				S/L -		
		%				S/L -		
		%				S/L -		
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1							28	
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1								29

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle		(b) Vehicle		(c) Vehicle		(d) Vehicle		(e) Vehicle		(f) Vehicle	
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
30 Total business/investment miles driven during the year (do not include commuting miles)												
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year. Add lines 30 through 32												
34 Was the vehicle available for personal use during off-duty hours?												
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons.

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use?		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2007 tax year.					
43 Amortization of costs that began before your 2007 tax year					43
44 Total. Add amounts in column (f). See the instructions for where to report					44

Ronald McDonald House Charities of Alabama, Inc.
Federal ID# 63-0753358
2007 Form 990

Program Accomplishments:

Community Impact

Despite enormous changes in medical science and care delivery, the mission of Ronald McDonald House Charities® of Alabama (RMHCA) remains straightforward and constant. Accordingly, our "output" is equally straightforward. It is measured by the number of families that we serve and by the number of affordable guest stays that we provide. Today, the Ronald McDonald House in Birmingham continues to be Birmingham's only low cost provider of temporary housing for families of sick or injured children regardless of diagnosis and regardless of medical provider.

On June 27, 2007 we opened our new and improved facility. We expanded from 31 to 41 guest rooms, increasing capacity by nearly 32%. In 2007, combining statistics from both the "old house" and the "new house", we served 1,160 families, with an average stay of 9.4 nights. In 2008 we will provide over 15,000 "room nights" of temporary housing to qualified families.

Typical Ronald McDonald House guests include parents of sick newborns, inpatient trauma or burn victims, newly diagnosed diabetics being trained as outpatients, children receiving inpatient or outpatient physical rehabilitation services, children remaining in Birmingham for post-transplant monitoring, and families of other sick or injured children.

Award-winning Williams Blackstock Architects designed our 33,000-square foot home that includes 41 guest rooms with private baths, common kitchen, living area, indoor and outdoor play areas and administrative offices. Brice Building Company was the general contractor. Featuring a tan brick façade, a rusticated base, brick and cast-stone details, and a gabled roof with residential scale dormers, the building is designed to fit its urban context, yet have a residential feel reminiscent of large brownstone housing traditionally built in downtown areas.

House details include:

- 40 family bedrooms (20 on the 2nd floor and 20 on the 3rd floor) with private baths and televisions
- One family bedroom for guests on the 1st floor for those who need ground floor access
- A double kitchen with storage and locking pantries for each family
- An open dining area, adjacent to the kitchen with seating for approximately 24 people
- A closed dining room that can also function as a board or multi-purpose room
- A large family room

- Family computer and internet access stations
- A small conference room/library
- An indoor children's play area
- An outdoor courtyard with a playground, garden and covered porch
- A guest laundry
- Two Nursing Nooks to provide for the special needs of nursing moms, plus refrigerators for medicines that need to be kept cold
- Covered automobile drop-off/entrance on 17th Street with an adjacent waiting room

Families contribute a suggested donation of \$10 per night for the first 21 nights, then \$5 per night from night 22 on for services costing over \$55 per night to provide. According to the Greater Birmingham Convention and Visitors Bureau, hotel rooms in the downtown and Medical Districts of Birmingham average about \$130 per night. This saved our guest families \$1.7 million dollars last year in hotel costs alone! The House is full virtually every night, and a waiting list of 15-25 families per night every night is common.

Alabama has a uniquely critical need for the services provided by the Birmingham Ronald McDonald House. Alabama has some of the nation's highest pediatric morbidity and mortality rates. Furthermore, addressing these high rates of pediatric morbidity and mortality is made more difficult because an estimated 75% of Alabama's children do not live in a county that provides comprehensive pediatric specialty services. Therefore, Birmingham's health facilities serve a large number of children who must travel significant distances to receive medical care.

Most have faced not only the crushing emotional stress of a child's illness, but financial stress as well. Many tell us that if it were not for the Ronald McDonald House, they would be forced to sleep in their cars or in hospital lobbies. Others would be forced to make frequent commutes, or worse yet, be separated from their hospitalized child.

More than 85% of RMHCA guest families indicate on a 4Q 2007 survey that the availability of the House was "very important" or "somewhat important" to their decision to bring their child to Birmingham for care. Since opening our doors in 1979, the Birmingham Ronald McDonald House has served close to 30,000 families.

The community's investment in the Ronald McDonald House is also an investment in Birmingham. The House provides critical support function for Children's Health System (CHSYS), UAB Health System (UAB) and other pediatric and neonatal service providers. At the same time, guest families, of which about 90% have health insurance, generate more than \$30 million annually in medical and other spending during their stays in Birmingham.

History

RMHCA is the local, independently governed affiliate of Ronald McDonald House Charities. (RMHC) RMHCA was incorporated in 1978 as Children's Oncology Services

of Alabama, Inc. (COSA), an independently governed Alabama not-for-profit and federally designated 501(c)3 charitable entity.

The Ronald McDonald House in Birmingham opened in 1979 with a converted house on 17th Street South between 9th and 10th Avenues, containing nine bedrooms, and was the fifth Ronald McDonald House in what is now a worldwide system of 276 houses in 30 countries.

The House expanded to 32 bedrooms in 1991 with the acquisition of an efficiency apartment building to the south of the original facility and with construction of a two-story connecting building housing a communal kitchen, lobby and administrative space.

Originally dedicated to serving only families of pediatric oncology patients at Children's Hospital, in 1991 the mission expanded to include families with children in critical care units at UAB. Through a merger with its sister organization, COSA became Ronald McDonald House Charities of Alabama in 1996.

In 2002, reflecting changes in health care practice, the mission further expanded to include families of children receiving care at any area facility, including pediatric outpatients, recently discharged inpatients and next-day surgery patients.

This change in admission guidelines allowed the House to serve a child who has had a stroke and is receiving intensive outpatient rehab services, a child scheduled for an early morning next-day outpatient surgery, a high risk newborn transferred to Baptist, St. Vincent's or Brookwood Hospitals' nursery, or a child who stays in Birmingham for daily monitoring for weeks after a kidney transplant.

Both the original 1979 House and the 1991 expansion were opened debt free and operated primarily by the volunteer Board and other volunteers.

In 2003, the Birmingham Ronald McDonald House's Board, with the help of outside consultants, systematically assessed its previous facilities, future demand for RMHCA's services and future facility needs. The study found increasing demand for temporary housing services for families of sick children but concluded that the former facilities, including the 80-year old and 50-year old buildings where the guests stay, were poorly located, required approximately \$1.7 million in repairs and renovations and were poorly suited to the needs of our guests.

As a result, the RMHCA Board committed to the development of a replacement facility. From 2003-2005, RMHCA and its leadership objectively documented the need for its services, charted a path for the future and rebuilt the foundation of public and financial support needed to reach its objectives.

On February 2, 2006, Ronald McDonald House Charities publicly kicked off its Campaign for a New Ronald McDonald House. Thanks to the donated creative genius of the Slaughter Group, the Campaign features famous Alabamians with "a nose for a good investment" in the New Ronald McDonald House. Some of the "noses" include Courteney Cox; 2000 Olympic Gold Medalist, Vionetta Flowers; 2005 Miss America,

Deidre Downs; Frank Stitt, and Dowd and Susan Ritter. Donated television, newspaper, magazine ads along with billboards featured these photos promoting the Campaign.

The primary funding source of the new Ronald McDonald House was through the generosity of local, regional and national corporations, foundations and individuals. As of March 2008, the Campaign was just \$39,000 short of its' \$7.5 million goal. RMHCA did not receive any government funding to construct the new house, nor does RMHCA receive any annual funding from any government sources.

This work resulted in the development of a new, convenient, efficient and welcoming new Ronald McDonald House located at 1700 4th Avenue South, just two blocks from both UAB and Children's Hospitals. The House was opened debt-free, marking the third time in our history this was accomplished.

Staffing today totals six full-time employees, a resident manager and seven to eight part-time employees to provide round-the-clock 24/7 coverage 365 days a year. Our front desk is fully staffed every hour of every day, including Christmas and Thanksgiving.

Volunteer Growth and Development

The Ronald McDonald House would literally not be able to provide shelter to the thousands of families who have stayed here were it not for the hundreds of volunteers who gave generously of their time and talents over the years. Collecting Pop Tabs, holding fundraisers, decorating the House for holidays, and collecting toiletries or other goods for House guests are just some of the activities that people from across Alabama performed to provide comfort for our guests.

The Meals Program, in which community groups or individuals provide dinners to families staying at the House, was able to supply a dinner 87% of the nights of 2006, and 85% of the nights in 2007.

Progress in Pursuit of Mission

A "snapshot" of RMHCA's guests in 2007 reveals:

- 1,160 families came from 63 Alabama counties, as well as from 12 other states, the District of Columbia, Jamaica and Trinidad/Tobago.
- The top 5 counties guests came from were: Montgomery (68), Mobile (59), Houston (58), Lee (46) and Calhoun (40)
- The average stay was 9.4 nights, up from 7.5 nights in 2006.
- 32% of guest families had reported annual incomes of less than \$20,000; 51% had less than \$40,000 in income.
- Percentage of guest stays by hospital:

Children's Hospital	64%
UAB Medical Center	35%
Other (Doctor, Hillcrest, St. Vincent's, Trinity, Brookwood)	1%