

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)

2007

Open to Public Inspection

Department of the Treasury Internal Revenue Service(77)

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, 2007, and ending

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

C ASSOCIATION FOR GUIDANCE, AID, PLACEMENT AND EMPATHY 4555 TROUSDALE DRIVE NASHVILLE, TN 37204

D Employer Identification Number 62-0760716 E Telephone number (615) 781-3000 F Accounting method: X Other (specify) MODIFIED AC

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

- H and I are not applicable to section 527 organizations. H (a) Is this a group return for affiliates? H (b) If 'Yes,' enter number of affiliates H (c) Are all affiliates included? H (d) Is this a separate return filed by an organization covered by a group ruling? I Group Exemption Number M Check if the organization is not required to attach Schedule B

G Web site: WWW.AGAPENASHVILLE.ORG

J Organization type (check only one) X 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 6,337,940.

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

Table with 21 rows and 4 columns: Description, (A) Securities, (B) Other, and Amount. Includes sections for Revenue (lines 1-12), Expenses (lines 13-17), and Assets (lines 18-21).

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. (See *instructions*.)

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 sch) (cash \$ _____ non-cash \$ _____) If this amount includes foreign grants, check here... <input type="checkbox"/>	22a				
22b Other grants and allocations (att sch) (cash \$ _____ non-cash \$ _____) If this amount includes foreign grants, check here... <input type="checkbox"/>	22b				
23 Specific assistance to individuals (attach schedule).....ST. 4	23	207,401.	207,401.		
24 Benefits paid to or for members (attach schedule).....	24				
25a Compensation of current officers, directors, key employees, etc. listed in Part V-A.....	25a	412,791.	349,923.	17,461.	45,407.
b Compensation of former officers, directors, key employees, etc. listed in Part V-B.....	25b	0.	0.	0.	0.
c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B).....	25c	0.	0.	0.	0.
26 Salaries and wages of employees not included on lines 25a, b, and c.....	26	789,424.	669,195.	33,393.	86,836.
27 Pension plan contributions not included on lines 25a, b, and c.....	27	42,734.	36,225.	1,808.	4,701.
28 Employee benefits not included on lines 25a - 27.....	28	107,346.	90,998.	4,540.	11,808.
29 Payroll taxes.....	29	85,782.	72,717.	3,629.	9,436.
30 Professional fundraising fees.....	30				
31 Accounting fees.....	31				
32 Legal fees.....	32				
33 Supplies.....	33	29,955.	22,500.	887.	6,568.
34 Telephone.....	34	15,481.	12,882.	414.	2,185.
35 Postage and shipping.....	35	12,399.	10,513.	512.	1,374.
36 Occupancy.....	36				
37 Equipment rental and maintenance.....	37				
38 Printing and publications.....	38	37,669.	880.	44.	36,745.
39 Travel.....	39	71,384.	55,891.	377.	15,116.
40 Conferences, conventions, and meetings.....	40				
41 Interest.....	41				
42 Depreciation, depletion, etc (attach schedule).....	42	38,698.	32,804.	1,637.	4,257.
43 Other expenses not covered above (itemize):					
a SEE STATEMENT 5	43a	893,091.	743,808.	63,432.	85,851.
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	2,744,155.	2,305,737.	128,134.	310,284.

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? ▶ <u>SEE STATEMENT 6</u> 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) organizations and 4947(a)(1) trusts; but optional for others.)
a <u>SEE STATEMENT 7</u> ----- ----- ----- ----- ----- (Grants and allocations \$ _____) If this amount includes foreign grants, check here ▶ <input type="checkbox"/>	2,305,737.
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 (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) ▶	2,305,737.

BAA Form 990 (2007)

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	316,259.	45	194,089.
	46 Savings and temporary cash investments.....		46	
	47a Accounts receivable.....	47a 98,410.		
	b Less: allowance for doubtful accounts	47b 432.	9,940.	47c 97,978.
	48a Pledges receivable.....	48a 1,525.		
	b Less: allowance for doubtful accounts	48b	11,525.	48c 1,525.
	49 Grants receivable.....		89,237.	49 86,017.
	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(f)(1)) and persons described in 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		30,877.	53 28,369.
	54a Investments — publicly-traded securities. STMT. 8 <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV		4,407,398.	54a 4,863,841.
	b Investments — other securities (attach sch) <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV		4,381.	54b
55a Investments — land, buildings, & equipment: basis	55a			
b Less: accumulated depreciation (attach schedule)	55b		55c	
56 Investments — other (attach schedule)			56	
57a Land, buildings, and equipment: basis.....	57a 1,190,764.			
b Less: accumulated depreciation (attach schedule)	57b 543,435.	678,700.	57c 647,329.	
58 Other assets, including program-related investments (describe ▶ _____)			58	
59 Total assets (must equal line 74). Add lines 45 through 58		5,548,317.	59 5,919,148.	
LIABILITIES	60 Accounts payable and accrued expenses	146,042.	60	113,674.
	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).....			64a
	b Mortgages and other notes payable (attach schedule).....			64b
	65 Other liabilities (describe ▶ <u>SEE STATEMENT 10</u>)		66,175.	65 74,556.
	66 Total liabilities. Add lines 60 through 65		212,217.	66 188,230.
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		4,181,476.	67 4,485,509.
	68 Temporarily restricted		189,007.	68 279,292.
	69 Permanently restricted		965,617.	69 966,117.
	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)		5,336,100.	73 5,730,918.
	74 Total liabilities and net assets/fund balances. Add lines 66 and 73		5,548,317.	74 5,919,148.

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

a	Total revenue, gains, and other support per audited financial statements	a	3,148,348.
b	Amounts included on line a but not on Part I, line 12:		
1	Net unrealized gains on investments	b1	138,700.
2	Donated services and use of facilities	b2	
3	Recoveries of prior year grants	b3	
4	Other (specify): <u>SEE STM 11</u>	b4	65,692.
	Add lines b1 through b4	b	204,392.
c	Subtract line b from line a	c	2,943,956.
d	Amounts included on Part I, line 12, but not on line a :		
1	Investment expenses not included on Part I, line 6b	d1	56,317.
2	Other (specify):	d2	
	Add lines d1 and d2	d	56,317.
e	Total revenue (Part I, line 12). Add lines c and d	e	3,000,273.

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

a	Total expenses and losses per audited financial statements	a	2,753,530.
b	Amounts included on line a but not on Part I, line 17:		
1	Donated services and use of facilities	b1	
2	Prior year adjustments reported on Part I, line 20	b2	
3	Losses reported on Part I, line 20	b3	
4	Other (specify): <u>SEE STMT 12</u>	b4	65,692.
	Add lines b1 through b4	b	65,692.
c	Subtract line b from line a	c	2,687,838.
d	Amounts included on Part I, line 17, but not on line a :		
1	Investment expenses not included on Part I, line 6b	d1	56,317.
2	Other (specify):	d2	
	Add lines d1 and d2	d	56,317.
e	Total expenses (Part I, line 17). Add lines c and d	e	2,744,155.

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

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (if not paid, enter -0-)	(D) Contributions to employee benefit plans and deferred compensation plans	(E) Expense account and other allowances
SEE STATEMENT 13		412,791.	39,345.	0.

Part V-A Current Officers, Directors, Trustees, and Key Employees <i>(continued)</i>	Yes	No
75a Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings. . . ▶ <u>15</u>		
b Are any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, related to each other through family or business relationships? If 'Yes,' attach a statement that identifies the individuals and explains the relationship(s)	75b	X
c Do any officers, directors, trustees, or key employees listed in form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, receive compensation from any other organizations, whether tax exempt or taxable, that are related to the organization? See the instructions for the definition of 'related organization' If 'Yes,' attach a statement that includes the information described in the instructions.	75c	X
d Does the organization have a written conflict of interest policy?	75d	X

Part V-B Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other Benefits (If any former officer, director, trustee, or key employee received compensation or other benefits (described below) during the year, list that person below and enter the amount of compensation or other benefits in the appropriate column. See the instructions.)	(B) Loans and Advances	(C) Compensation (if not paid, enter -0-)	(D) Contributions to employee benefit plans and deferred compensation plans	(E) Expense account and other allowances
NONE				

Part VI Other Information <i>(See the instructions.)</i>	Yes	No
76 Did the organization make a change in its activities or methods of conducting activities? If 'Yes,' attach a detailed statement of each change	76	X
77 Were any changes made in the organizing or governing documents but not reported to the IRS? If 'Yes,' attach a conformed copy of the changes.	77	X
78a Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?	78a	X
b If 'Yes,' has it filed a tax return on Form 990-T for this year?	78b	N/A
79 Was there a liquidation, dissolution, termination, or substantial contraction during the year? If 'Yes,' attach a statement	79	X
80a Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc, to any other exempt or nonexempt organization?	80a	X
b If 'Yes,' enter the name of the organization ▶ <u>N/A</u> and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt.		
81a Enter direct and indirect political expenditures. (See line 81 instructions.)	81a	0.
b Did the organization file Form 1120-POL for this year?	81b	X

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?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
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.)	<input type="checkbox"/>	<input type="checkbox"/>
82b N/A		
83a Did the organization comply with the public inspection requirements for returns and exemption applications?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
b Did the organization comply with the disclosure requirements relating to <i>quid pro quo</i> contributions?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
84a Did the organization solicit any contributions or gifts that were not tax deductible?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
b If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	<input type="checkbox"/>	<input type="checkbox"/>
84b N/A		
85a 501(c)(4), (5), or (6). Were substantially all dues nondeductible by members?	<input type="checkbox"/>	<input type="checkbox"/>
85a N/A		
b Did the organization make only in-house lobbying expenditures of \$2,000 or less?	<input type="checkbox"/>	<input type="checkbox"/>
85b 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.	<input type="checkbox"/>	<input type="checkbox"/>
85c N/A		
d Section 162(e) lobbying and political expenditures.	<input type="checkbox"/>	<input type="checkbox"/>
85d N/A		
e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices.	<input type="checkbox"/>	<input type="checkbox"/>
85e N/A		
f Taxable amount of lobbying and political expenditures (line 85d less 85e).	<input type="checkbox"/>	<input type="checkbox"/>
85f N/A		
g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	<input type="checkbox"/>	<input type="checkbox"/>
85g N/A		
h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	<input type="checkbox"/>	<input type="checkbox"/>
85h N/A		
86 501(c)(7) organizations. Enter: a Initiation fees and capital contributions included on line 12.	<input type="checkbox"/>	<input type="checkbox"/>
86a N/A		
b Gross receipts, included on line 12, for public use of club facilities	<input type="checkbox"/>	<input type="checkbox"/>
86b N/A		
87 501(c)(12) organizations. Enter: a Gross income from members or shareholders	<input type="checkbox"/>	<input type="checkbox"/>
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.)	<input type="checkbox"/>	<input type="checkbox"/>
87b N/A		
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? If 'Yes,' complete Part IX.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
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.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
89a 501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 ▶ 0. ; section 4912 ▶ 0. ; section 4955 ▶ 0.	<input type="checkbox"/>	<input type="checkbox"/>
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.	<input type="checkbox"/>	<input checked="" type="checkbox"/>
c Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958. ▶ 0.	<input type="checkbox"/>	<input type="checkbox"/>
d Enter: Amount of tax on line 89c, above, reimbursed by the organization	<input type="checkbox"/>	<input type="checkbox"/>
89c 0.		
e All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
89e		
f All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
89f		
g For supporting organizations and sponsoring organizations maintaining donor advised funds. Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
89g		
90a List the states with which a copy of this return is filed ▶ TN		
b Number of employees employed in the pay period that includes March 12, 2007 (See instructions.)	<input type="checkbox"/>	<input type="checkbox"/>
90b 27		
91a The books are in care of ▶ AGAPE Telephone number ▶ (615) 781-3000 Located at ▶ 4555 TROUSDALE DRIVE NASHVILLE TN ZIP + 4 ▶ 37204		
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)?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
91b		
If 'Yes,' enter the name of the foreign country ▶		
See the instructions for exceptions and filing requirements for Form TD F 90-22.1 , Report of Foreign Bank and Financial Accounts.		

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? **91 c** 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. N/A

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) Exclusion code	(D) Amount	
93 Program service revenue:					
a ADOPTION FEES					83,750.
b COUNSELING FEES					702,493.
c FOSTER CARE SUPPORT					135,943.
d PROFESSIONAL SERVICES					436,822.
e					
f Medicare/Medicaid payments					
g Fees & contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings & temporary cash invmnts					
96 Dividends & interest from securities			14	140,714.	
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 pers prop.					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			18	225,618.	
101 Net income or (loss) from special events			1	128,995.	
102 Gross profit or (loss) from sales of inventory					
103 Other revenue: a					
b OTHER INCOME			1	277.	
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))				495,604.	1,359,008.
105 Total (add line 104, columns (B), (D), and (E))					1,854,612.

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 14

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) ASSOCIATION FOR GUIDANCE

Information Regarding Transfers To and From Controlled Entities
 organization is a controlling organization as defined in section 512(b)(13) of the Code.

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

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

	(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
	X

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
 Signature of officer: *Tom Burton* Date: *7/10/08*
 Type or print name and title: *Executive Director, Tom Burton*

Paid Preparer's Use Only
 Preparer's signature: *St. N. Co.* Date: *7-8-08*
 Firm's name (or you's if self-employed), address, and ZIP + 4: *FRASIER, DEAN & HOWARD, PLLC*
3310 WEST END AVENUE, STE. 550
NASHVILLE, TN 37203
 Check if self-employed: Preparer's SSN or PTIN (See General Instruction X): *N/A*
 EIN: *N/A*
 Phone no.: *(615) 383-6592*

BAA

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 **ASSOCIATION FOR GUIDANCE, AID, PLACEMENT
AND EMPATHY** Employer identification number **62-0760716**

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees
(See 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 and deferred compensation	(e) Expense account and other allowances
STAN CLARK NASHVILLE, TN 37211	THERAPIST 40	77,766.	7,452.	0.
JIM FROST FRANKLIN, TN 37069	THERAPIST 40	59,993.	8,798.	0.
LEZLIE OWSLEY NASHVILLE, TN 37220	THERAPIST 40	52,723.	7,380.	0.
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 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 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 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. . . . ▶ \$ <u>N/A</u> (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.)		X
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.		
2 During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is 'Yes,' attach a detailed statement explaining the transactions.)		
a Sale, exchange, or leasing of property?		X
b Lending of money or other extension of credit?		X
c Furnishing of goods, services, or facilities?		X
d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?	X	
e Transfer of any part of its income or assets?		X
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.)		X
b Did the organization have a section 403(b) annuity plan for its employees?	X	
c Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If 'Yes,' attach a detailed statement		X
d Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?		X
4a Did the organization maintain any donor advised funds? If 'Yes,' complete lines 4b through 4g. If 'No,' complete lines 4f and 4g		X
b Did the organization make any taxable distributions under section 4966?		N/A
c Did the organization make a distribution to a donor, donor advisor, or related person?		N/A
d Enter the total number of donor advised funds owned at the end of the tax year ▶		N/A
e Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year ▶		N/A
f Enter the total number of separate funds or accounts owned at the end of the 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 ▶		0
g Enter the aggregate value of assets held 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 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.)
- 11 a 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.)
- 11 b 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 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					0.

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

Part IV-A Support Schedule (Complete only if you checked a box on line 10, 11, or 12.) **Use cash method of accounting.**

Note: You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.

Calendar year (or fiscal year beginning in) ▶	(a) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	1,329,889.	1,334,586.	1,305,589.	1,382,687.	5,352,751.
16 Membership fees received					0.
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc, purpose	1,399,205.	1,059,243.	899,468.	909,985.	4,267,901.
18 Gross income from interest, dividends, amts rec'd from payments on securities loans (sec. 512(a)(5)), rents, royalties, income from similar sources, and unrelated business taxable income (less sec. 511 taxes) from businesses acquired by the organization after June 30, 1975.	123,022.	96,082.	103,007.	80,090.	402,201.
19 Net income from unrelated business activities not included in line 18.					0.
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf.					0.
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.					0.
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets SEE STMT. 15	1,507.				1,507.
23 Total of lines 15 through 22	2,853,623.	2,489,911.	2,308,064.	2,372,762.	10,024,360.
24 Line 23 minus line 17.	1,454,418.	1,430,668.	1,408,596.	1,462,777.	5,756,459.
25 Enter 1% of line 23	28,536.	24,899.	23,081.	23,728.	
26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24 ▶					26a 115,129.
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
c Total support for section 509(a)(1) test: Enter line 24, column (e) ▶					26c 5,756,459.
d Add: Amounts from column (e) for lines: 18 <u>402,201.</u> 19 _____ 22 <u>1,507.</u> 26b _____					26d 403,708.
e Public support (line 26c minus line 26d total) ▶					26e 5,352,751.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator)) ▶					26f 92.99 %
27 Organizations described on line 12: N/A					
a For amounts included in lines 15, 16, and 17 that were received from a 'disqualified person,' prepare a list for your records to show the name of, and total amounts received in each year from, each 'disqualified person.' Do not file this list with your return. Enter the sum of such amounts for each year: (2006) _____ (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: (2006) _____ (2005) _____ (2004) _____ (2003) _____					
c Add: Amounts from column (e) for lines: 15 _____ 16 _____ 17 _____ 20 _____ 21 _____					27c _____
d Add: Line 27a total and line 27b total					27d _____
e Public support (line 27c total minus line 27d total) ▶					27e _____
f Total support for section 509(a)(2) test: Enter amount from line 23, column (e) . . . ▶					27f _____
g Public support percentage (line 27e (numerator) divided by line 27f (denominator)) ▶					27g _____ %
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator)) ▶					27h _____ %

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.

Part V Private School Questionnaire (See instructions.)
(To be completed ONLY by schools that checked the box on line 6 in Part IV)

N/A

		Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves?		
	If 'Yes,' please describe; if 'No,' please explain. (If you need more space, attach a separate statement.) ----- ----- -----		
32	Does the organization maintain the following:		
	a Records indicating the racial composition of the student body, faculty, and administrative staff?		
	b Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?		
	c Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?		
	d Copies of all material used by the organization or on its behalf to solicit contributions?		
	If you answered 'No' to any of the above, please explain. (If you need more space, attach a separate statement.) ----- -----		
33	Does the organization discriminate by race in any way with respect to:		
	a Students' rights or privileges?		
	b Admissions policies?		
	c Employment of faculty or administrative staff?		
	d Scholarships or other financial assistance?		
	e Educational policies?		
	f Use of facilities?		
	g Athletic programs?		
	h Other extracurricular activities?		
	If you answered 'Yes' to any of the above, please explain. (If you need more space, attach a separate statement.) ----- -----		
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 instructions.)
 (To be completed **ONLY** by an eligible organization that filed Form 5768)

N/A

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

Limits on Lobbying Expenditures		(a) Affiliated group totals	(b) To be completed for all electing organizations
(The term 'expenditures' means amounts paid or incurred.)			
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	41
	Over \$1,500,000 but not over \$17,000,000	\$225,000 plus 5% of the excess over \$1,500,000	
	Over \$17,000,000	\$1,000,000	
42	Grassroots nontaxable amount (enter 25% of line 41)	42	
43	Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	43	
44	Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	44	
Caution: If there is an amount on either line 43 or line 44, you must file Form 4720.			

4 -Year Averaging Period Under Section 501(h)

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

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))					
47 Total lobbying expenditures					
48 Grassroots non-taxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
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 instructions.)

N/A

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

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

Part VII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations (See instructions)

51 Did the reporting organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?

		Yes	No
a	Transfers from the reporting organization to a noncharitable exempt organization of:		
	(i) Cash		X
	(ii) Other assets		X
b	Other transactions:		
	(i) Sales or exchanges of assets with a noncharitable exempt organization		X
	(ii) Purchases of assets from a noncharitable exempt organization		X
	(iii) Rental of facilities, equipment, or other assets		X
	(iv) Reimbursement arrangements		X
	(v) Loans or loan guarantees		X
	(vi) Performance of services or membership or fundraising solicitations		X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees		X

d If the answer to any of the above is 'Yes,' complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization. If the organization received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received:

(a) Line no.	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
N/A			

52a Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? Yes No

b If 'Yes,' complete the following schedule:

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

STATEMENT 1
FORM 990, PART I, LINE 8
NET GAIN (LOSS) FROM NONINVENTORY SALES

PUBLICLY TRADED SECURITIES

GROSS SALES PRICE: 3,497,593.
COST OR OTHER BASIS: 3,271,975.

TOTAL GAIN (LOSS) PUBLICLY TRADED SECURITIES \$ 225,618.

TOTAL NET GAIN (LOSS) FROM NONINVENTORY SALES \$ 225,618.

STATEMENT 2
FORM 990, PART I, LINE 9
NET INCOME (LOSS) FROM SPECIAL EVENTS

<u>SPECIAL EVENTS</u>	<u>GROSS RECEIPTS</u>	<u>LESS CONTRI- BUTIONS</u>	<u>GROSS REVENUE</u>	<u>LESS DIRECT EXPENSES</u>	<u>NET INCOME (LOSS)</u>
GOLF TOURNAMENT	159,687.	0.	159,687.	35,749.	123,938.
ANNUAL DINNER	100,254.	65,254.	35,000.	29,943.	5,057.
TOTAL	<u>\$ 259,941.</u>	<u>\$ 65,254.</u>	<u>\$ 194,687.</u>	<u>\$ 65,692.</u>	<u>\$ 128,995.</u>

STATEMENT 3
FORM 990, PART I, LINE 20
OTHER CHANGES IN NET ASSETS OR FUND BALANCES

UNREALIZED GAIN ON INVESTMENTS..... \$ 138,700.
TOTAL \$ 138,700.

STATEMENT 4
FORM 990, PART II, LINE 23
SPECIFIC ASSISTANCE TO INDIVIDUALS

SUPPORT PAYMENTS FOR FOSTER CARE..... \$ 207,401.
TOTAL \$ 207,401.

STATEMENT 5
FORM 990, PART II, LINE 43
OTHER EXPENSES

	<u>(A) TOTAL</u>	<u>(B) PROGRAM SERVICES</u>	<u>(C) MANAGEMENT & GENERAL</u>	<u>(D) FUNDRAISING</u>
ADOPTION HOME STUDY	4,808.	4,808.		
ADVERTISING AND PROMOTION	44,995.	44,995.		
ANNUITY EXPENSE	19,764.			19,764.
BANK FEES	5,919.	5,015.	251.	653.

STATEMENT 5 (CONTINUED)
FORM 990, PART II, LINE 43
OTHER EXPENSES

	(A)	(B)	(C)	(D)
	TOTAL	PROGRAM SERVICES	MANAGEMENT & GENERAL	FUNDRAISING
COMPUTER EXPENSE	10,917.	9,250.	463.	1,204.
CONTRACT LABOR	14,645.	12,415.	619.	1,611.
DUES AND SUBSCRIPTIONS	5,669.	5,324.		345.
INSURANCE	76,563.	64,903.	3,238.	8,422.
INVESTMENT FEES	56,317.		56,317.	
LEGAL AND PROFESSIONAL	416,766.	369,610.	828.	46,328.
MAINTENANCE	21,524.	16,167.	638.	4,719.
MISCELLANEOUS	8,358.	7,083.	354.	921.
PSYCHIATRIC AND CLINICAL	189,722.	189,722.		
UTILITIES	17,124.	14,516.	724.	1,884.
TOTAL	\$ 893,091.	\$ 743,808.	\$ 63,432.	\$ 85,851.

STATEMENT 6
FORM 990, PART III
ORGANIZATION'S PRIMARY EXEMPT PURPOSE

PROVIDES EDUCATIONAL PROGRAMS FOR TEACHING GOOD FAMILY LIFE AND MENTAL HEALTH, COUNSELING SERVICES, AND CHILDREN SERVICES THROUGH FOSTER CARE AND ADOPTION.

STATEMENT 7
FORM 990, PART III, LINE A
STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS

DESCRIPTION	GRANTS AND ALLOCATIONS	PROGRAM SERVICE EXPENSES
COUNSELING- PROFESSIONAL COUNSELORS ARE AVAILABLE FOR FAMILY, MARRIED COUPLES AND INDIVIDUALS WHO NEED HELP TO STRENGTHEN THEIR SPIRITUAL, PSYCHOLOGICAL, SOCIAL, AND PHYSICAL POTENTIAL. INCLUDES FOREIGN GRANTS: NO		997,754.
FOSTER CARE AND PARENTAL EDUCATION- STABLE AND NURTURING HOMES ARE SOUGHT FOR CHILDREN WHO ARE SEPARATED FROM THEIR NATURAL PARENTS. ADDITIONAL COUNSELING AND SEMINARS ARE USED TO HELP EXPOSE POTENTIAL AND ADOPTIVE PARENTS TO THE SPECIAL NEEDS OF THESE CHILDREN. INCLUDES FOREIGN GRANTS: NO		996,944.
MATERNITY ASSISTANCE AND ADOPTION- CONTINUING EDUCATION, FINANCIAL PLANNING AND COUNSELING ARE OFFERED TO WOMEN WHOSE PREGNANCY HAS BROUGHT ON ADDITIONAL COMPLICATIONS AND PROBLEMS. SERVICES ARE PROVIDED TO FIND PERMANENT HOMES FOR CHILDREN. INCLUDES FOREIGN GRANTS: NO		311,039.
	<u>\$ 0.</u>	<u>\$ 2,305,737.</u>

STATEMENT 8
FORM 990, PART IV, LINE 54A
INVESTMENTS - PUBLICLY TRADED SECURITIES

<u>CORPORATE STOCKS</u>	<u>VALUATION METHOD</u>	<u>AMOUNT</u>
TRUST-STOCK	MARKET VALUE	\$ 2,968,861.
	TOTAL	\$ 2,968,861.

<u>CORPORATE BONDS</u>	<u>VALUATION METHOD</u>	<u>AMOUNT</u>
TRUST-CORPORATE BONDS	MARKET VALUE	554,909.
	TOTAL	\$ 554,909.

<u>OTHER PUBLICLY TRADED SECURITIES</u>	<u>VALUATION METHOD</u>	<u>AMOUNT</u>
TRUST-MUTUAL FUNDS	MARKET VALUE	90,354.
TRUST-CASH INVESTMENTS	MARKET VALUE	189,398.
	TOTAL	\$ 279,752.

<u>U.S. GOVERNMENT OBLIGATIONS</u>	<u>VALUATION METHOD</u>	<u>AMOUNT</u>
TRUST- GOVERNMENT SECURITIES	MARKET VALUE	1,060,319.
	TOTAL	\$ 1,060,319.

PUBLICLY TRADED SECURITIES \$ 4,863,841.

STATEMENT 9
FORM 990, PART IV, LINE 57
LAND, BUILDINGS, AND EQUIPMENT

<u>CATEGORY</u>	<u>BASIS</u>	<u>ACCUM. DEPREC.</u>	<u>BOOK VALUE</u>
AUTOMOBILES / TRANSPORTATION EQUIPMENT	\$ 23,556.	\$ 21,864.	\$ 1,692.
MACHINERY AND EQUIPMENT	226,160.	213,564.	12,596.
BUILDINGS	643,954.	257,560.	386,394.
IMPROVEMENTS	157,304.	50,447.	106,857.
LAND	139,790.		139,790.
TOTAL	<u>\$ 1,190,764.</u>	<u>\$ 543,435.</u>	<u>\$ 647,329.</u>

STATEMENT 10
FORM 990, PART IV, LINE 65
OTHER LIABILITIES

ANNUITIES PAYABLE.....	\$ 74,556.
TOTAL	<u>\$ 74,556.</u>

STATEMENT 11
FORM 990, PART IV-A, LINE B(4)
OTHER AMOUNTS

SPECIAL EVENT EXPENSE.....	\$ 65,692.
TOTAL	<u>\$ 65,692.</u>

STATEMENT 12
FORM 990, PART IV-B, LINE B(4)
OTHER AMOUNTS

SPECIAL EVENT EXPENSE.....	\$ 65,692.
TOTAL	<u>\$ 65,692.</u>

STATEMENT 13
FORM 990, PART V-A
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN- SATION	CONTRI- BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
TOM BURTON NASHVILLE, TN 37204	EXECUTIVE DIREC 40.00	\$ 133,900.	\$ 12,493.	\$ 0.
ART WOODS NASHVILLE, TN 37204	DEVELOPMENT DIR 40.00	89,729.	5,798.	0.
TERRY CASEY NASHVILLE, TN 37204	CLINICAL DIR 40.00	84,357.	10,016.	0.
JUDY RISTER NASHVILLE, TN 37204	SOCIAL WORK DIR 40.00	63,932.	8,994.	0.
LORI CRAWFORD NASHVILLE, TN 37204	BUS OFFICE MGR 40.00	40,873.	2,044.	0.

STATEMENT 13 (CONTINUED)
FORM 990, PART V-A
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

<u>NAME AND ADDRESS</u>	<u>TITLE AND AVERAGE HOURS PER WEEK DEVOTED</u>	<u>COMPEN- SATION</u>	<u>CONTRI- BUTION TO EBP & DC</u>	<u>EXPENSE ACCOUNT/ OTHER</u>
ALLEN BRADLEY NASHVILLE, TN 37246	BOARD CHAIR 4.00	\$ 0.	\$ 0.	\$ 0.
BILL BROOKS BRENTWOOD, TN 37027	BOARD MEMBER 4.00	0.	0.	0.
JOE CARPENTER BRENTWOOD, TN 37027	BOARD MEMBER 4.00	0.	0.	0.
ANGELA CHRISTIAN BRENTWOOD, TN 37027	VICE CHAIR 4.00	0.	0.	0.
WENDY COX KINGSTON SPRINGS, TN 37082	SECRETARY 4.00	0.	0.	0.
CONNIE ELLIOTT NASHVILLE, TN 37208	BOARD MEMBER 4.00	0.	0.	0.
JANENE EZELL NASHVILLE, TN 37220	BOARD MEMBER 4.00	0.	0.	0.
KEVIN GANNON MURFREESBORO, TN 37220	BOARD MEMBER 4.00	0.	0.	0.
SHERRI GOUGH BRENTWOOD, TN 37027	BOARD MEMBER 4.00	0.	0.	0.
GREG HARDEMAN NASHVILLE, TN 37215	BOARD MEMBER 4.00	0.	0.	0.
DON LEDFORD LEWISBURG, TN 37091	TREASURER 4.00	0.	0.	0.
DALE MCCULLOCH MT. JULIET, TN 37122	BOARD MEMBER 4.00	0.	0.	0.

STATEMENT 13 (CONTINUED)
FORM 990, PART V-A
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN- SATION	CONTRI- BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
JOHN PAUL BRENTWOOD, TN 37027	BOARD MEMBER 4.00	\$ 0.	\$ 0.	\$ 0.
DOUG SANDERS BRENTWOOD, TN 37027	BOARD MEMBER 4.00	0.	0.	0.
H.C. STINSON NASHVILLE, TN 37220	BOARD MEMBER 4.00	0.	0.	0.
TOTAL		<u>\$ 412,791.</u>	<u>\$ 39,345.</u>	<u>\$ 0.</u>

STATEMENT 14
FORM 990, PART VIII
RELATIONSHIP OF ACTIVITIES TO THE ACCOMPLISHMENT OF EXEMPT PURPOSES

LINE #	EXPLANATION OF ACTIVITIES
93	THE ORGANIZATION OPERATES AS AN ADOPTION AGENCY AND AS A FOSTER CARE PLACEMENT SERVICE. THESE ACTIVITIES PROVIDE STABLE AND NURTURING HOMES TO DEPENDENT CHILDREN.
93	THE ORGANIZATION PROVIDES PROFESSIONAL COUNSELING FOR FAMILIES, MARRIED COUPLES, AND INDIVIDUALS FOR THE STRENGTHENING OF FAMILY LIFE.
93	THE ORGANIZATION PROVIDES MATERNITY COUNSELING TO WOMEN WHO FEEL UNPREPARED TO PARENT DUE TO LACK OF FINANCIAL AND/OR EMOTIONAL SUPPORT AND FOR OTHER REASONS AND ASSISTS THEM IN FINDING PARENTING ALTERNATIVES.

STATEMENT 15
SCHEDULE A, PART IV-A, LINE 22
OTHER INCOME

DESCRIPTION	(A) 2006	(B) 2005	(C) 2004	(D) 2003	(E) TOTAL
OTHER REVENUE	\$ 1,507.	\$ 0.	\$ 0.	\$ 0.	\$ 1,507.
TOTAL	<u>\$ 1,507.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>	<u>\$ 1,507.</u>

ASSOCIATION FOR GUIDANCE, AID, PLACEMENT
AND EMPATHY
4555 TROUSDALE DRIVE
NASHVILLE, TN 37204

Dear Mr. Burton:

Enclosed is your 2007 Federal Exempt Organization Income Tax Return. The original should be signed at the bottom of page nine. No tax is payable with the filing of this return. Mail your Federal return on or before August 15, 2008 to:

DEPARTMENT OF TREASURY
INTERNAL REVENUE SERVICE
OGDEN, UT 84201-0027

Your copies of all the returns are enclosed for your files. We suggest that you retain these copies indefinitely.

For your convenience, we are enclosing, in a separate folder, a copy of your Form 990 that should be used for the public inspection requirements.

We recommend that the return is mailed certified, return receipt requested.

We sincerely appreciate the opportunity to serve you. Please contact us if you have any questions.

Sincerely,

Frasier, Dean & Howard, PLLC

REVENUE

CONTRIBUTIONS, GIFTS, AND GRANTS.....	1,145,661
PROGRAM SERVICE REVENUE.....	1,359,008
DIVIDENDS & INTEREST FROM SECURITIES.....	140,714
NET GAIN (LOSS) - NONINV. ASSETS/DISP.....	225,618
NET INCOME (LOSS) - SPECIAL EVENTS.....	128,995
OTHER REVENUE.....	277
TOTAL REVENUE.....	3,000,273

EXPENSES

PROGRAM SERVICES.....	2,305,737
MANAGEMENT AND GENERAL.....	128,134
FUNDRAISING.....	310,284
TOTAL EXPENSES.....	2,744,155

NET ASSETS OR FUND BALANCES

EXCESS OR (DEFICIT) FOR THE YEAR.....	256,118
NET ASSETS/FUND BAL. AT BEG. OF YEAR.....	5,336,100
OTHER CHANGES IN NET ASSETS/FUND BAL.....	138,700
NET ASSETS/FUND BAL. AT END OF YEAR.....	5,730,918