Form **990**

Department of the Treasury
Internal Revenue Service

Return of Organization Exempt From Income Tax

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

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

OMB No. 1545-0047

2006

Open to Public Inspection

A For the 2006 calendar year, or tax year beginning 7/01 **, 2006, and ending** 6/30 , 2007

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

Please use IRS label or print or type. See specific instructions.

C NASHVILLE AREA HABITAT FOR HUMANITY, INC.
1006 EIGHTH AVENUE SOUTH
NASHVILLE, TN 37203

D Employer Identification Number 58-1636286

E Telephone number (615) 254-4663

F Accounting method: [ ] Cash [X] Accrual [ ] Other (specify) ►

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

H and I are not applicable to section 527 organizations.

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

H (b) If 'Yes,' enter number of affiliates ►

H (c) Are all affiliates included? [ ] Yes [ ] No
(If 'No,' attach a list. See instructions.)

H (d) Is this a separate return filed by an organization covered by a group ruling? [ ] Yes [X] No

G Web site: ► WWW.HABITATNASHVILLE.ORG

I Group Exemption Number ►

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. A return is not required, but if the organization chooses to file a return, be sure to file a complete return.

M Check ► [ ] if the organization is **not** required to attach Schedule B (Form 990, 990-EZ, or 990-PF).

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 ► 11,339,810.

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

REVENUE	1	Contributions, gifts, grants, and similar amounts received:				
	a	Contributions to donor advised funds	1a			
	b	Direct public support (not included on line 1a)	1b	4,654,903.		
	c	Indirect public support (not included on line 1a)	1c			
	d	Government contributions (grants) (not included on line 1a)	1d	1,421,966.		
	e	Total (add lines 1a through 1d) (cash $ 5,814,612. noncash $ 262,257.)			1e	6,076,869.
	2	Program service revenue including government fees and contracts (from Part VII, line 93)			2	3,983,459.
	3	Membership dues and assessments			3	
	4	Interest on savings and temporary cash investments			4	35,211.
	5	Dividends and interest from securities			5	
	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	

		(A) Securities		(B) Other
8a	Gross amount from sales of assets other than inventory		8a	254,451.
b	Less: cost or other basis and sales expenses		8b	168,342.
c	Gain or (loss) (attach schedule) STATEMENT 1		8c	86,109.

8d	Net gain or (loss). Combine line 8c, columns (A) and (B)			8d	86,109.
9	Special events and activities (attach schedule). If any amount is from **gaming**, check here ► [ ]				
a	Gross revenue (not including $ 103,453. of contributions reported on line 1b)	9a			
b	Less: direct expenses other than fundraising expenses	9b	50,115.		
c	Net income or (loss) from special events. Subtract line 9b from line 9a STATEMENT 2			9c	-50,115.
10a	Gross sales of inventory, less returns and allowances	10a	989,820.		
b	Less: cost of goods sold	10b			
c	Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a STATEMENT 3			10c	989,820.
11	Other revenue (from Part VII, line 103)			11	
12	**Total revenue.** Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11			12	11,121,353.
13	EXPENSES — Program services (from line 44, column (B))			13	8,296,816.
14	Management and general (from line 44, column (C))			14	349,959.
15	Fundraising (from line 44, column (D))			15	1,018,241.
16	Payments to affiliates (attach schedule)			16	
17	**Total expenses.** Add lines 16 and 44, column (A)			17	9,665,016.
18	NET ASSETS — Excess or (deficit) for the year. Subtract line 17 from line 12			18	1,456,337.
19	Net assets or fund balances at beginning of year (from line 73, column (A))			19	4,395,847.
20	Other changes in net assets or fund balances (attach explanation)			20	
21	Net assets or fund balances at end of year. Combine lines 18, 19, and 20			21	5,852,184.

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 sch) (cash $ ____ non-cash $ ____) If this amount includes foreign grants, check here ☐	22a				
22b Other grants and allocations (att sch) SEE STM 4 (cash $ 67,481. non-cash $ 47,452.) If this amount includes foreign grants, check here ☐	22b	114,933.	114,933.		
23 Specific assistance to individuals (attach schedule)	23				
24 Benefits paid to or for members (attach schedule)	24				
25a Compensation of current officers, directors, key employees, etc listed in Part V-A (attach sch)	25a	472,804.	353,755.	23,269.	95,780.
b Compensation of former officers, directors, key employees, etc listed in Part V-B (attach sch)	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) (attach schedule)	25c	0.	0.	0.	0.
26 Salaries and wages of employees not included on lines 25a, b, and c	26	1,077,870.	806,469.	53,047.	218,354.
27 Pension plan contributions not included on lines 25a, b, and c	27				
28 Employee benefits not included on lines 25a - 27	28	308,773.	251,345.	11,301.	46,127.
29 Payroll taxes	29	121,347.	90,773.	6,014.	24,560.
30 Professional fundraising fees	30				
31 Accounting fees	31				
32 Legal fees	32				
33 Supplies	33	29,455.	21,017.	2,357.	6,081.
34 Telephone	34	52,589.	42,092.	2,241.	8,256.
35 Postage and shipping	35	21,725.	11,977.	1,264.	8,484.
36 Occupancy	36	267,394.	238,190.	8,946.	20,258.
37 Equipment rental and maintenance	37	96,888.	88,652.	1,831.	6,405.
38 Printing and publications	38	414,975.	7,785.	1,700.	405,490.
39 Travel	39	4,925.	1,190.	242.	3,493.
40 Conferences, conventions, and meetings	40	2,344.	985.	259.	1,100.
41 Interest	41	90,076.	64,403.	25,673.	
42 Depreciation, depletion, etc (attach schedule)	42	84,638.		84,638.	
43 Other expenses not covered above (itemize): a SEE STATEMENT 5	43a	6,504,280.	6,203,250.	127,177.	173,853.
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	9,665,016.	8,296,816.	349,959.	1,018,241.

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

Are any joint costs from a combined educational campaign and fundraising solicitation reported i**(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

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 STATEMENT 6 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 SEE STATEMENT 7 (Grants and allocations $ 67,481.) If this amount includes foreign grants, check here ... ► ☐	8,296,816.
b (Grants and allocations $) If this amount includes foreign grants, check here ... ► ☐	
c (Grants and allocations $) If this amount includes foreign grants, check here ... ► ☐	
d (Grants and allocations $) If this amount includes foreign grants, check here ... ► ☐	
e Other program services (Grants and allocations $) If this amount includes foreign grants, check here ... ► ☐	
f **Total of Program Service Expenses** (should equal line 44, column (B), Program services) ►	8,296,816.

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

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

				(A) Beginning of year		(B) End of year
ASSETS	45	Cash – non-interest-bearing			45	12,533.
	46	Savings and temporary cash investments		1,029,798.	46	611,114.
	47a	Accounts receivable	47a			
	b	Less: allowance for doubtful accounts	47b		47c	
	48a	Pledges receivable	48a 853,365.			
	b	Less: allowance for doubtful accounts	48b 15,000.	840,060.	48c	838,365.
	49	Grants receivable		19,908.	49	251,000.
	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) SEE ST 8	51a 9,420,324.			
	b	Less: allowance for doubtful accounts	51b	7,738,369.	51c	9,420,324.
	52	Inventories for sale or use		187,554.	52	190,989.
	53	Prepaid expenses and deferred charges		26,786.	53	71,143.
	54a	Investments – publicly-traded securities ► ☐ Cost ☐ FMV			54a	
	b	Investments – other securities (attach sch) ► ☐ Cost ☐ FMV			54b	
	55a	Investments – land, buildings, & equipment: basis	55a			
	b	Less: accumulated depreciation (attach schedule)	55b		55c	
	56	Investments – other (attach schedule)		10,000.	56	
	57a	Land, buildings, and equipment: basis	57a 732,945.			
	b	Less: accumulated depreciation (attach schedule) STATEMENT 9	57b 412,025.	213,031.	57c	320,920.
	58	Other assets, including program-related investments (describe ► SEE STATEMENT 10)		3,045,812.	58	3,189,847.
	59	**Total assets** (must equal line 74). Add lines 45 through 58		13,111,318.	59	14,906,235.
LIABILITIES	60	Accounts payable and accrued expenses		293,015.	60	584,952.
	61	Grants payable			61	
	62	Deferred revenue		3,587,186.	62	3,761,099.
	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) SEE STATEMENT 11		4,644,659.	64b	4,508,631.
	65	Other liabilities (describe ► SEE STATEMENT 12)		190,611.	65	199,369.
	66	**Total liabilities.** Add lines 60 through 65		8,715,471.	66	9,054,051.
NET ASSETS OR FUND BALANCES		**Organizations that follow SFAS 117, check here** ► [X] and complete lines 67 through 69 and lines 73 and 74.				
	67	Unrestricted		3,072,023.	67	3,333,105.
	68	Temporarily restricted		1,323,824.	68	2,519,079.
	69	Permanently restricted			69	
		Organizations that do not follow SFAS 117, check here ► ☐ 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)		4,395,847.	73	5,852,184.
	74	**Total liabilities and net assets/fund balances.** Add lines 66 and 73		13,111,318.	74	14,906,235.

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	11,171,468.
b	Amounts included on line **a** but not on Part I, line 12:				
	1 Net unrealized gains on investments	b1			
	2 Donated services and use of facilities	b2			
	3 Recoveries of prior year grants	b3			
	4 Other (specify): SEE STM 13	b4	50,115.		
	Add lines **b1** through **b4**			b	50,115.
c	Subtract line **b** from line **a**			c	11,121,353.
d	Amounts included on Part I, line 12, but not on line **a:**				
	1 Investment expenses not included on Part I, line 6b	d1			
	2 Other (specify):	d2			
	Add lines **d1** and **d2**			d	
e	**Total revenue** (Part I, line 12). Add lines **c** and **d** ►			e	11,121,353.

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

a	Total expenses and losses per audited financial statements			a	9,715,131.
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): SEE STMT 14	b4	50,115.		
	Add lines **b1** through **b4**			b	50,115.
c	Subtract line **b** from line **a**			c	9,665,016.
d	Amounts included on Part I, line 17, but not on line **a:**				
	1 Investment expenses not included on Part I, line 6b	d1			
	2 Other (specify):	d2			
	Add lines **d1** and **d2**			d	
e	**Total expenses** (Part I, line 17). Add lines **c** and **d** ►			e	9,665,016.

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 15		472,804.	47,930.	9,840.

Part V-A Current Officers, Directors, Trustees, and Key Employees *(continued)*

		Yes	No
75 a Enter the total number of officers, directors, and trustees permitted to vote on organization business as board meetings. ► 30			
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)	75 b		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'	75 c		X
If 'Yes,' attach a statement that includes the information described in the instructions.			
d Does the organization have a written conflict of interest policy?	75 d	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.)

(A) Name and address	(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 *(See the instructions.)*

		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?	77		X
If 'Yes,' attach a conformed copy of the changes.			
78 a Did the organization have unrelated business gross income of $1,000 or more during the year covered by this return?	78 a		X
b If 'Yes,' has it filed a tax return on **Form 990-T** for this year?	78 b	N/A	
79 Was there a liquidation, dissolution, termination, or substantial contraction during the year? If 'Yes,' attach a statement	79		X
80 a 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?	80 a		X
b If 'Yes,' enter the name of the organization ► N/A and check whether it is ☐ exempt **or** ☐ nonexempt.			
81 a Enter direct and indirect political expenditures. (See line 81 instructions.) 81 a 0.			
b Did the organization file **Form 1120-POL** for this year?	81 b		X

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?		**82a**		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?		**83a**	X	
b Did the organization comply with the disclosure requirements relating to *quid pro quo* contributions?		**83b**	X	
84 a Did the organization solicit any contributions or gifts that were not tax deductible?		**84a**		X
b If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		**84b**	N/A	
85 *501(c)(4), (5), or (6) organizations.* **a** Were substantially all dues nondeductible by members?		**85a**	N/A	
b Did the organization make only in-house lobbying expenditures of $2,000 or less?		**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	**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?		**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?		**85h**	N/A	
86 *501(c)(7) organizations.* Enter: **a** Initiation fees and capital contributions included on line 12	**86a** N/A			
b Gross receipts, included on line 12, for public use of club facilities	**86b** N/A			
87 *501(c)(12) organizations.* Enter: **a** Gross income from members or shareholders	**87a** N/A			
b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	**87b** N/A			
88 a At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If 'Yes,' complete Part IX		**88a**		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 ►		**88b**		X
89 a *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.				
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		**89b**		X
c Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ►	0.			
d Enter: Amount of tax on line 89c, above, reimbursed by the organization ►	0.			
e *All organizations.* At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?		**89e**		X
f *All organizations.* Did the organization acquire a direct or indirect interest in any applicable insurance contract?		**89f**		X
g *For supporting organizations and sponsoring organizations maintaining donor advised funds.* Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		**89g**		X

90 a 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, 2006 (See instructions.) **90b** 31

91 a The books are in care of ► JOHN MIKLICH Telephone number ► (615) 254-4663

Located at ► 1006 EIGHTH AVENUE SOUTH, NASHVILLE TN ZIP + 4 ► 37203

		Yes	No
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)?	**91b**		X
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?	91c		X
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 **(A)** Business code	**(B)** Amount	Excluded by section 512, 513, or 514 **(C)** Exclusion code	**(D)** Amount	**(E)** Related or exempt function income
93 Program service revenue:					
a SEE STATEMENT 16					3,983,459.
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees & contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings & temporary cash invmnts			14	35,211.	
96 Dividends & interest from securities					
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	86,109.	
101 Net income or (loss) from special events			1	-50,115.	
102 Gross profit or (loss) from sales of inventory			5	989,820.	
103 Other revenue: **a**					
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))				1,061,025.	3,983,459.
105 **Total** (add line 104, columns (B), (D), and (E)) ►					5,044,484.

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 17

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

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

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

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

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

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

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

	Yes	No
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		X

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

	Yes	No
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		X

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

	Yes	No
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?		X

Please Sign Here

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

Signature of officer | Date

Type or print name and title.

Paid Preparer's Use Only

Preparer's signature	Date 10-17-07	Check if self-employed X	Preparer's SSN or PTIN (See General Instruction W) N/A	
Firm's name (or yours if self-employed), address, and ZIP + 4	FRASIER, DEAN & HOWARD, PLLC 3310 WEST END AVENUE, STE. 550 NASHVILLE, TN 37203	EIN N/A	Phone no. (615) 383-6592	

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

2006

Name of the organization: NASHVILLE AREA HABITAT FOR HUMANITY, INC.

Employer identification number: 58-1636286

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
ANN HARMER NASHVILLE, TN	CAP. CAMP. DIR. 40	56,035.	8,313.	2,000.
GARY SUMMEY MT. JULIET, TN	CONSTR. SPRVSR. 40	53,055.	8,150.	0.
CHIP WILSON NASHVILLE, TN	CONSTR. SPRVSR. 40	59,292.	8,302.	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
TRIO MARKETING 168 CARPHILLY CIRCLE FRANKLIN, TN 37069	MARKETING & PR	192,651.
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
BRUCE CONSTRUCTION 132 VALLEY GREEN DRIVE ANTIOCH, TN 37013	CONTSRUCTION	458,648.
BARRY BRUCE 303 JENKINS CEMETERY RD. CENTERVILLE, TN 37303	PLUMBING	159,130.
DIVISION TWO CONSTRUCTORS, LP P.O. BOX 548 FAIRVIEW, TN 37062	LAND DEVELOPMENT	796,387.
LATE NIGHT ELECTRIC 1092 DEER RUN ROAD MURFREESBORO, TN 37128	ELECTRICAL	197,362.
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 . . . . ► $ N/A (Must equal amounts on line 38, Part VI-A, or line **i** of Part VI-B.)	1		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?	2a		X
b	Lending of money or other extension of credit?	2b		X
c	Furnishing of goods, services, or facilities?	2c		X
d	SEE FORM 990, PART V 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
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.)	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
4a	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 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 [X] 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? Yes	No	(e) Amount of support
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) 2005	(b) 2004	(c) 2003	(d) 2002	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	2,902,448.	2,656,960.	1,620,024.	2,063,550.	9,242,982.
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	2,157,626.	1,795,882.	940,656.	741,119.	5,635,283.
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	8,452.	13,560.	9,707.	11,402.	43,121.
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 18				2,138.	2,138.
23 Total of lines 15 through 22	5,068,526.	4,466,402.	2,570,387.	2,818,209.	14,923,524.
24 Line 23 minus line 17	2,910,900.	2,670,520.	1,629,731.	2,077,090.	9,288,241.
25 Enter 1% of line 23	50,685.	44,664.	25,704.	28,182.	

26 **Organizations described on lines 10 or 11:** a Enter 2% of amount in column (e), line 24 N/A ► **26a**

b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 2002 through 2005 exceeded the amount shown in line 26a. **Do not file this list with your return.** Enter the total of all these excess amounts ► **26b**

c Total support for section 509(a)(1) test: Enter line 24, column (e) ► **26c**

d Add: Amounts from column (e) for lines: 18 ____ 19 ____ 22 ____ 26b ____ **26d**

e Public support (line 26c minus line 26d total) ► **26e**

f **Public support percentage (line 26e (numerator) divided by line 26c (denominator))** ► **26f** %

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:

(2005) 124,928. (2004) 122,850. (2003) 196,750. (2002) 551,600.

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:

(2005) 0. (2004) 0. (2003) 0. (2002) 0.

c Add: Amounts from column (e) for lines: 15 9,242,982. 16 ____ 17 5,635,283. 20 ____ 21 ____ **27c** 14,878,265.

d Add: Line 27a total 996,128. and line 27b total 0. **27d** 996,128.

e Public support (line 27c total minus line 27d total) ► **27e** 13,882,137.

f Total support for section 509(a)(2) test: Enter amount from line 23, column (e) ► **27f** 14,923,524.

g **Public support percentage (line 27e (numerator) divided by line 27f (denominator))** ► **27g** 93.02 %

h **Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))** ► **27h** 0.29 %

28 **Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 2002 through 2005, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. **Do not file this list with your return.** Do not include these grants in line 15.

Part V Private School Questionnaire (See 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?	29		
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?	30		
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?	31		

If 'Yes,' please describe; if 'No,' please explain. (If you need more space, attach a separate statement.)

		Yes	No
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?	32d		

If you answered 'No' to any of the above, please explain. (If you need more space, attach a separate statement.)

		Yes	No
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?	33h		

If you answered 'Yes' to any of the above, please explain. (If you need more space, attach a separate statement.)

		Yes	No
34a 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?	34b		

If you answered 'Yes' to either 34a or b, please explain using an attached statement.

		Yes	No
35 Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev Proc 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If 'No,' attach an explanation.	35		

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

	Lobbying Expenditures During 4 -Year Averaging Period				
Calendar year (or fiscal year beginning in) ►	(a) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					
47 Total lobbying expenditures					
48 Grassroots nontaxable 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	**51 a (i)**		X
(ii) Other assets	**a (ii)**		X
b Other transactions:			
(i) Sales or exchanges of assets with a noncharitable exempt organization	**b (i)**		X
(ii) Purchases of assets from a noncharitable exempt organization	**b (ii)**		X
(iii) Rental of facilities, equipment, or other assets	**b (iii)**		X
(iv) Reimbursement arrangements	**b (iv)**		X
(v) Loans or loan guarantees	**b (v)**		X
(vi) Performance of services or membership or fundraising solicitations	**b (vi)**		X
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	**c**		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

OTHER ASSETS

DESCRIPTION:	CERTIFICATE OF DEPOSIT		
DATE ACQUIRED:	VARIOUS		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	6/30/2007		
TO WHOM SOLD:			
GROSS SALES PRICE:	10,000.		
COST OR OTHER BASIS:	10,000.		
		GAIN (LOSS)	0.
DESCRIPTION:	SALE OF MORTGAGES		
DATE ACQUIRED:	VARIOUS		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	VARIOUS		
TO WHOM SOLD:			
GROSS SALES PRICE:	244,451.		
COST OR OTHER BASIS:	158,342.		
		GAIN (LOSS)	86,109.

TOTAL GAIN (LOSS) OTHER ASSETS $ 86,109.

TOTAL NET GAIN (LOSS) FROM NONINVENTORY SALES $ 86,109.

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

SPECIAL EVENTS	GROSS RECEIPTS	LESS CONTRI-BUTIONS	GROSS REVENUE	LESS DIRECT EXPENSES	NET INCOME (LOSS)
HOUSES OF HOPE LUNCHEON	103,453.	103,453.	0.	3,508.	-3,508.
BUILDING BLOCKS (FY '07)	0.	0.	0.	46,607.	-46,607.
TOTAL	$ 103,453.	$ 103,453.	$ 0.	$ 50,115.	$ -50,115.

STATEMENT 3
FORM 990, PART I, LINE 10
GROSS PROFIT (LOSS) FROM SALES OF INVENTORY

HOME STORE SALES	$ 989,820.
GROSS SALES	$ 989,820.
LESS RETURNS & ALLOWANCES	0.
NET SALES	$ 989,820.
LESS COST OF GOODS SOLD	0.
GROSS PROFIT FROM SALES OF INVENTORY	$ 989,820.

STATEMENT 4
FORM 990, PART II, LINE 22B
OTHER GRANTS AND ALLOCATIONS

CASH GRANTS AND ALLOCATIONS

DONEE'S NAME:	HABITAT FOR HUMANITY INT'L	
AMOUNT GIVEN:		$ 67,481.
	TOTAL CASH GRANTS AND ALLOCATIONS	$ 67,481.

NONCASH GRANTS AND ALLOCATIONS

CLASS OF ACTIVITY:	REAL ESTATE CONTRIBUTION	
DONEE'S NAME:	METRO GOV. OF NASHVILLE, TN	
DONEE'S ADDRESS:	621 MAINSTREAM DRIVE NASHVILLE, TN 37228	
RELATIONSHIP OF DONEE:	NONE	
DESCRIPTION OF PROPERTY:	REAL ESTATE	
DATE OF GIFT:	6/13/2007	
FAIR MARKET VALUE:		47,452.
	TOTAL NONCASH GRANTS AND ALLOCATIONS	$ 47,452.
	TOTAL GRANTS AND ALLOCATIONS	$ 114,933.

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

	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT & GENERAL	(D) FUNDRAISING
ACTIVITIES	25,493.	9,912.	348.	15,233.
ADVERTISING	25,141.	15,002.	697.	9,442.
AUTO	42,203.	35,843.	929.	5,431.
BANK CHARGES	22,826.	19,877.	2,949.	
CONSTRUCTION COSTS	4,093,299.	4,093,299.		
CONTRACT LABOR	79,663.	23,863.	20,339.	35,461.
DECONSTRUCTION	5,843.	5,843.		
DUES & SUBSCRIPTIONS	27,766.	7,739.	636.	19,391.
EQUIPMENT RENTAL	35,168.	24,958.	10,210.	
GROUNDS MAINTENANCE	50,087.	50,087.		
INSURANCE	24,014.	19,730.	3,145.	1,139.
LICENSES, PERMITS, FEES	4,021.	3,886.	135.	
MEALS & ENTERTAINMENT	22,928.	8,279.	3,215.	11,434.
MISCELLANEOUS	53,173.	17,535.	34,141.	1,497.
MORTGAGE DISCOUNTS	1,731,478.	1,731,478.		
OFFICE EXPENSE	30,684.	16,036.	10,569.	4,079.
OTHER TAXES	17,503.	13,883.	3,620.	
PROFESSIONAL FEES	72,200.	25,523.	29,839.	16,838.
RECRUITING/TRNG/EDUCATION	11,754.	4,466.	3,156.	4,132.
SPONSOR APPRECIATION	38,868.			38,868.
TRASH PICKUP	12,916.	11,950.	732.	234.
UTILITIES	71,921.	64,061.	2,517.	5,343.
WEBSITE MAINTENANCE	5,331.			5,331.
TOTAL	$ 6,504,280.	$ 6,203,250.	$ 127,177.	$ 173,853.

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

DEVELOPMENT AND CONSTRUCTION OF NEW SINGLE FAMILY HOMES IN THE NASHVILLE AREA FOR LOW-INCOME AND VERY LOW-INCOME FAMILIES.

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

DESCRIPTION	GRANTS AND ALLOCATIONS	PROGRAM SERVICE EXPENSES
THE PRIMARY FOCUS OF THE ORGANIZATION IS THE DEVELOPMENT AND CONSTRUCTION OF NEW SINGLE FAMILY HOMES IN THE NASHVILLE AREA IN PARTNERSHIP WITH LOW INCOME FAMILIES. THE ORGANIZATION PROVIDED 43 HOMES TO LOW INCOME FAMILIES IN THE FISCAL YEAR 2007. THE HOMES ARE BUILT BY VOLUNTEERS (APPROXIMATELY 250 PER HOME) WITH THE QUALIFYING FAMILIES PROVIDING 475 HOURS OF LABOR ON EITHER THEIR HOME OR OTHER HABITAT HOMES. LABOR, LAND, AND BUILDING MATERIALS ARE PROVIDED BY SUPPORTERS.	114,933.	8,296,816.
INCLUDES FOREIGN GRANTS: NO		
	$ 114,933.	$ 8,296,816.

STATEMENT 8
FORM 990, PART IV, LINE 51
OTHER NOTES AND LOANS RECEIVABLE

OTHER NOTES AND LOANS	BALANCE DUE	DOUBTFUL ACCOUNTS ALLOWANCE
VARIOUS MORTGAGE LOANS	$ 9,420,324.	$ 0.
TOTAL OTHER NOTES AND LOANS	$ 9,420,324.	$ 0.
TOTAL NET RECEIVABLES		$ 9,420,324.

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

CATEGORY	BASIS	ACCUM. DEPREC.	BOOK VALUE
AUTOMOBILES / TRANSPORTATION EQUIPMENT	$ 114,241.	$ 67,200.	$ 47,041.
FURNITURE AND FIXTURES	127,272.	50,280.	76,992.
MACHINERY AND EQUIPMENT	231,212.	147,156.	84,056.
IMPROVEMENTS	260,220.	147,389.	112,831.
TOTAL	$ 732,945.	$ 412,025.	$ 320,920.

STATEMENT 10
FORM 990, PART IV, LINE 58
OTHER ASSETS

ARTWORK	$	3,000.
CONSTRUCTION IN PROGRESS		659,886.
DEPOSITS		104,590.
LAND HELD FOR DEVELOPMENT		2,077,325.
MEMBERSHIP		285,000.
OTHER		861.
REAL ESTATE HELD FOR SALE		59,185.
TOTAL	$	3,189,847.

STATEMENT 11
FORM 990, PART IV, LINE 64B
MORTGAGES AND OTHER NOTES PAYABLE

MORTGAGES PAYABLE		BALANCE DUE
TN HOUSING DEVELOPMENT AGENCY	$	2,583,656.
HABITAT INTERNATIONAL		166,359.
HABITAT INTERNATIONAL		262,896.
PINNACLE BANK		1,063,889.
TOTAL MORTGAGES	$	4,076,800.

OTHER NOTES PAYABLE

LENDER'S NAME:	NASHVILLE HOUSING FUND, INC.	
DATE OF NOTE:	6/13/2006	
MATURITY DATE:	6/13/2008	
SECURITY PROVIDED:	REAL PROPERTY	
ORIGINAL AMOUNT:	35,000.	
BALANCE DUE:		$ 35,000.
LENDER'S NAME:	HABITAT INTERNATIONAL	
DATE OF NOTE:	1/24/2006	
MATURITY DATE:	1/01/2011	
REPAYMENT TERMS:	MONTHLY PRINCIPAL PMTS $677	
ORIGINAL AMOUNT:	32,500.	
BALANCE DUE:		$ 28,438.
LENDER'S NAME:	HABITAT INTERNATIONAL	
MATURITY DATE:	12/01/2007	
REPAYMENT TERMS:	MONTHLY PRINCIPAL PMTS $1,217	
ORIGINAL AMOUNT:	58,450.	
BALANCE DUE:		$ 7,336.
LENDER'S NAME:	HABITAT INTERNATIONAL	
DATE OF NOTE:	6/30/2005	
MATURITY DATE:	1/01/2010	
REPAYMENT TERMS:	MONTHLY PRINC & INT PMTS $317	
SECURITY PROVIDED:	NON-INTEREST BEARING 1ST MORTG	
ORIGINAL AMOUNT:	15,250.	
BALANCE DUE:		$ 9,544.

STATEMENT 11 (CONTINUED)
FORM 990, PART IV, LINE 64B
MORTGAGES AND OTHER NOTES PAYABLE

OTHER NOTES PAYABLE

LENDER'S NAME:	HABITAT INTERNATIONAL		
DATE OF NOTE:	4/28/2004		
MATURITY DATE:	1/01/2009		
REPAYMENT TERMS:	MONTHLY PRINC & INT PMTS $1614		
SECURITY PROVIDED:	NON-INTEREST BEARING 1ST MORTG		
ORIGINAL AMOUNT:	77,500.		
BALANCE DUE:		$	38,764.
LENDER'S NAME:	HABITAT INTERNATIONAL		
DATE OF NOTE:	7/29/2005		
MATURITY DATE:	7/01/2010		
REPAYMENT TERMS:	MONTHLY PRINCIPAL PMTS $1,011		
ORIGINAL AMOUNT:	48,566.		
BALANCE DUE:		$	36,434.
LENDER'S NAME:	NASHVILLE HOUSING FUND, INC.		
DATE OF NOTE:	6/13/2006		
MATURITY DATE:	6/13/2008		
INTEREST RATE:	5.00%		
SECURITY PROVIDED:	REAL PROPERTY		
ORIGINAL AMOUNT:	295,000.		
BALANCE DUE:		$	115,000.
LENDER'S NAME:	CATERPILLAR FINANCIAL		
DATE OF NOTE:	11/24/2005		
MATURITY DATE:	9/24/2007		
REPAYMENT TERMS:	MONTHLY PMTS OF $1,327		
INTEREST RATE:	0.76%		
SECURITY PROVIDED:	EQUIPMENT		
ORIGINAL AMOUNT:	31,273.		
BALANCE DUE:		$	3,975.
LENDER'S NAME:	PINNACLE BANK		
DATE OF NOTE:	12/22/2005		
MATURITY DATE:	12/22/2007		
ORIGINAL AMOUNT:	100,000.		
BALANCE DUE:		$	100,000.
LENDER'S NAME:	HABITAT INTERNATIONAL		
ORIGINAL AMOUNT:	4,840.		
BALANCE DUE:		$	4,840.
LENDER'S NAME:	HABITAT INTERNATIONAL		
DATE OF NOTE:	8/22/2006		
MATURITY DATE:	7/01/2011		
REPAYMENT TERMS:	MONTHLY PRINCIPAL PMTS $1,093		
ORIGINAL AMOUNT:	52,500.		
BALANCE DUE:		$	52,500.
	TOTAL OTHER NOTES PAYABLE	$	431,831.
	TOTAL	$	4,508,631.

STATEMENT 12
FORM 990, PART IV, LINE 65
OTHER LIABILITIES

ESCROW ACCOUNT		$ 199,369.
	TOTAL	$ 199,369.

STATEMENT 13
FORM 990, PART IV-A, LINE B(4)
OTHER AMOUNTS

SPECIAL EVENT EXPENSES		$ 50,115.
	TOTAL	$ 50,115.

STATEMENT 14
FORM 990, PART IV-B, LINE B(4)
OTHER AMOUNTS

SPECIAL EVENT EXPENSES		$ 50,115.
	TOTAL	$ 50,115.

STATEMENT 15
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
CHRIS MCCARTHY NASHVILLE, TN	PRESIDENT & CEO 40	$ 116,914.	$ 10,047.	$ 3,000.
JIM CLENDENING NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
RHODA SMITH NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
PAUL LEMKE BRENTWOOD, TN	BOARD MEMBER 2	0.	0.	0.
F. JEFF DUNCAN NASHVILLE, TN	TREASURER 2	0.	0.	0.

STATEMENT 15 (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
LEE BLANK NASHVILLE, TN	BOARD MEMBER 2	$ 0.	$ 0.	$ 0.
FABIAN BEDNE BRENTWOOD, TN	BOARD MEMBER 2	0.	0.	0.
WADE SMITH GOODLETTSVILLE, TN	BOARD MEMBER 2	0.	0.	0.
THOMAS CURL NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
KENT CLEAVER NASHVILLE, TN	PAST CHAIR 2	0.	0.	0.
RANDY LASZEWSKI NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
JOHN GILLESPIE NASHVILLE, TN	VICE CHAIR 2	0.	0.	0.
TOM GORMLEY FRANKLIN, TN	BOARD MEMBER 2	0.	0.	0.
TAD HARRIS NASHVILLE, TN	SECRETARY 2	0.	0.	0.
MATTHEW WILSON BRENTWOOD, TN	BOARD MEMBER 2	0.	0.	0.
RAMONA FOX NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
GIL FUQUA NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.

STATEMENT 15 (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
GARY BIGELOW NASHVILLE, TN	COO 40	$ 101,945.	$ 9,626.	$ 3,560.
NANCY ZORETIC NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
PAT NOLAN, III NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
AARON WHITE NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
JACK F. KING NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
JOHN W. NELLEY, JR. NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
ANNE ROLMAN NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
KELLY BROWNLEE NASHVILLE, TN	VP DEVELOPMENT 40	77,427.	8,915.	2,480.
JANEY WARMBROD BRENTWOOD, TN	CHAIR 2	0.	0.	0.
CARSON SALYER NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
CHARLES SPRINTZ NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
CLAUDIA STENGEL NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.

STATEMENT 15 (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
FRED STANDISH NASHVILLE, TN	BOARD MEMBER 2	$ 0.	$ 0.	$ 0.
AVDAL WASMAN NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
CHRISTIE WILSON NASHVILLE, TN	BOARD MEMBER 2	0.	0.	0.
TRACY BEASLEY NASHVILLE, TN	VP FAMILY SVCS. 40	57,895.	8,379.	480.
JOHN MIKLICH NASHVILLE, TN	CFO 40	56,092.	4,911.	0.
ANGIE LOFLIN NASHVILLE, TN	PROGRAM DIR. 40	15,049.	1,478.	80.
RICHARD SIMON NASHVILLE, TN	VP OF ADMIN. 40	47,482.	4,574.	240.
	TOTAL	$ 472,804.	$ 47,930.	$ 9,840.

STATEMENT 16
FORM 990, PART VII, LINE 93
PROGRAM SERVICE REVENUE

PROGRAM SERVICE REVENUE	(A) BUSI-NESS CODE	(B) UNRELATED BUSINESS AMOUNT	(C) EXCLU-SION CODE	(D) EXCLUDED AMOUNT	(E) RELATED OR EXEMPT FUNCTION
APPLICATION FEES					$ 1,436.
ENERGY SAVING REBATES					30,440.
HOME SALES					3,506,583.
LATE FEES					8,271.
MORTGAGE DISCOUNTS					389,272.
OTHER INCOME					28,613.
THDA SERVICING FEES					8,844.
UNDERWRITING FEES					10,000.
TOTAL		$ 0.		$ 0.	$ 3,983,459.

STATEMENT 17
FORM 990, PART VIII
RELATIONSHIP OF ACTIVITIES TO THE ACCOMPLISHMENT OF EXEMPT PURPOSES

LINE #	EXPLANATION OF ACTIVITIES
93	THE ORGANIZATION BUILDS AND FINANCES SINGLE FAMILY DWELLINGS TO ECONOMICALLY DISADVANTAGED FAMILIES IN THE NASHVILLE AREA. THE FAMILIES WHO QUALIFY PURCHASE THEIR HOMES AT COST. THE MATERIALS AND LABOR TO BUILD THE HOMES ARE CONTRIBUTED BY SUPPORTERS. FAMILIES WHO QUALIFY MUST ALSO WORK 475 HOURS ON HABITAT HOME BUILDING PROJECTS. THE FAMILIES PAY BACK THE PURCHASE PRICE OVER 20 YEARS AT NO INTEREST. THE FAMILIES PAY RENT ON THEIR HOME DURING THE PERIOD OF TIME PRIOR TO CLOSING.

STATEMENT 18
SCHEDULE A, PART IV-A, LINE 22
OTHER INCOME

DESCRIPTION	(A) 2005	(B) 2004	(C) 2003	(D) 2002	(E) TOTAL
INSURANCE SETTLEMENT	$ 0.	$ 0.	$ 0.	$ 0.	$ 0.
OTHER INCOME	0.	0.	0.	2,138.	2,138.
TOTAL	$ 0.	$ 0.	$ 0.	$ 2,138.	$ 2,138.

DEPRECIATION EXPENSE
990, PART II, LINE 42

PROPERTY AND EQUIPMENT IS REPORTED AT COST AT THE DATE OF PURCHASE OR AT FAIR MARKET VALUE AT THE DATE OF GIFT. DEPRECIATION IS COMPUTED USING THE STRAIGHT-LINE METHOD OVER THE ESTIMATED USEFUL LIVES OF THE ASSETS WHICH RANGE FROM THREE TO FIVE YEARS.