Process as original

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Form **990-PF**

Department of the Treasury
Internal Revenue Service

Return of Private Foundation
or Section 4947(a)(1) Nonexempt Charitable Trust Treated as a Private Foundation

Note: *The foundation may be able to use a copy of this return to satisfy state reporting requirements*

OMB No 1545-0052

2007

For calendar year 2007, or tax year beginning 10/1/2007 **, and ending** 9/30/2008

G Check all that apply: ☐ Initial return ☐ Final return ☐ Amended return ☐ Address change ☐ Name change

Use the IRS label. Otherwise, print or type. See Specific Instructions.

Name of foundation: Friendship House of Milwaukee, Inc.
Number and street (or P O box number if mail is not delivered to street address): N61 W29799 Stoney Hill Court | Room/suite:
City or town, state, and ZIP code: Hartland WI 53029

A Employer identification number: 39-0837518
B Telephone number (see page 10 of the instructions): (414) 276-2633
C If exemption application is pending, check here ▶ ☐
D 1. Foreign organizations, check here ▶ ☐
2. Foreign organizations meeting the 85% test, check here and attach computation ▶ ☐
E If private foundation status was terminated under section 507(b)(1)(A), check here ▶ ☐
F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ ☐

H Check type of organization ☒ Section 501(c)(3) exempt private foundation
☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

I Fair market value of all assets at end of year *(from Part II, col. (c), line 16)* ▶ $ 13,043,815

J Accounting method: ☒ Cash ☐ Accrual ☐ Other (specify) *(Part I, column (d) must be on cash basis.)*

Part I **Analysis of Revenue and Expenses** *(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see page 11 of the instructions).)*

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc , received (attach schedule)	147,440			
	2 Check ▶ ☐ if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	426,089	426,089	426,089	
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	167,385			
	b Gross sales price for all assets on line 6a 2,289,555				
	7 Capital gain net income (from Part IV, line 2)		167,385		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss) (attach schedule)				
	11 Other income (attach schedule)	1,080	1,080	1,080	
	12 **Total.** Add lines 1 through 11	741,994	594,554	427,169	
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc.	15,300			15,300
	14 Other employee salaries and wages	123,576			123,576
	15 Pension plans, employee benefits	13,128			13,128
	16a Legal fees (attach schedule)	9,062			9,062
	b Accounting fees (attach schedule)	5,000			5,000
	c Other professional fees (attach schedule)				
	17 Interest				
	18 Taxes (attach schedule) (see page 14 of the instructions)	10,629			10,629
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule)	290,296			290,296
	24 **Total operating and administrative expenses.** Add lines 13 through 23	466,991	0	0	466,991
	25 Contributions, gifts, grants paid	74,150			74,150
	26 **Total expenses and disbursements.** Add lines 24 and 25	541,141	0	0	541,141
	27 Subtract line 26 from line 12				
	a **Excess of revenue over expenses and disbursements**	200,853			
	b **Net investment income** (if negative, enter -0-)		594,554		
	c **Adjusted net income** (if negative, enter -0-)			427,169	

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Revenue 2010

For Privacy Act and Paperwork Reduction Act Notice, see page 30 of the instructions. Form **990-PF** (2007)

(HTA)

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Part II Balance Sheets

Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions.)

		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash—non-interest-bearing	71,131	31,939	31,939
	2 Savings and temporary cash investments	407,067	391,361	391,361
	3 Accounts receivable ▶			
	Less allowance for doubtful accounts ▶			
	4 Pledges receivable ▶			
	Less allowance for doubtful accounts ▶			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 16 of the instructions)			
	7 Other notes and loans receivable (attach schedule) ▶			
	Less allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10 a Investments—U S and state government obligations (attach schedule)			
	b Investments—corporate stock (attach schedule)	2,716,775	2,950,975	7,143,418
	c Investments—corporate bonds (attach schedule)	5,640,204	5,661,758	5,477,097
	11 Investments—land, buildings, and equipment basis ▶			
	Less accumulated depreciation (attach schedule) ▶			
	12 Investments—mortgage loans			
	13 Investments—other (attach schedule)			
	14 Land, buildings, and equipment basis ▶			
	Less accumulated depreciation (attach schedule) ▶			
	15 Other assets (describe ▶)			
	16 **Total assets** (to be completed by all filers—see the instructions Also, see page 1, item I)	8,835,177	9,036,033	13,043,815
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe ▶)			
	23 **Total liabilities** (add lines 17 through 22)	0	0	
Net Assets or Fund Balances	**Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31.** ▶ [X]			
	24 Unrestricted	8,835,177	9,036,033	
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. ▶ [ ]			
	27 Capital stock, trust principal, or current funds			
	28 Paid-in or capital surplus, or land, bldg , and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds			
	30 **Total net assets or fund balances** (see page 17 of the instructions)	8,835,177	9,036,033	
	31 **Total liabilities and net assets/fund balances** (see page 17 of the instructions)	8,835,177	9,036,033	

Part III Analysis of Changes in Net Assets or Fund Balances

1	Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	8,835,177
2	Enter amount from Part I, line 27a	2	200,853
3	Other increases not included in line 2 (itemize) ▶ ROUNDING	3	3
4	Add lines 1, 2, and 3	4	9,036,033
5	Decreases not included in line 2 (itemize) ▶	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	9,036,033

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)	(b) How acquired P—Purchase D—Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo , day, yr)
1a	INVESTMENT SECURITIES - STOCKS & BONDS	P	1/1/2005	9/30/2008
b				
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a	2,289,555		2,122,170	167,385
b				0
c				0
d				0
e				0

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69

	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
a			0	167,385
b			0	0
c			0	0
d			0	0
e			0	0

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 / If (loss), enter -0- in Part I, line 7 }	2	167,385
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c) (see pages 13 and 17 of the instructions) If (loss), enter -0- in Part I, line 8	3	

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income N/A

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income.)

If section 4940(d)(2) applies, leave this part blank.

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☐ No

If "Yes," the foundation does not qualify under section 4940(e) Do not complete this part

1 Enter the appropriate amount in each column for each year; see page 18 of the instructions before making any entries.

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2006			0.000000
2005			0.000000
2004			0.000000
2003			0.000000
2002			0 000000

2 **Total** of line 1, column (d)	2	0.000000
3 Average distribution ratio for the 5-year base period—divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0.000000
4 Enter the net value of noncharitable-use assets for 2007 from Part X, line 5	4	
5 Multiply line 4 by line 3	5	0
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	
7 Add lines 5 and 6	7	0
8 Enter qualifying distributions from Part XII, line 4	8	

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate See the Part VI instructions on page 18.

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948—see page 18 of the instructions)

1 a Exempt operating foundations described in section 4940(d)(2), check here ▶ [X] and enter "N/A" on line 1. Date of ruling letter. ________ (attach copy of ruling letter if necessary—see instructions)			
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ [ ] and enter 1% of Part I, line 27b	1	N/A	
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col (b)			
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	2	0	
3 Add lines 1 and 2	3	0	
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	4		
5 **Tax based on investment income.** Subtract line 4 from line 3. If zero or less, enter -0-	5	0	
6 Credits/Payments:			
a 2007 estimated tax payments and 2006 overpayment credited to 2007	6a		
b Exempt foreign organizations—tax withheld at source	6b		
c Tax paid with application for extension of time to file (Form 8868)	6c		
d Backup withholding erroneously withheld	6d		
7 Total credits and payments Add lines 6a through 6d	7	0	
8 Enter any **penalty** for underpayment of estimated tax. Check here [ ] if Form 2220 is attached	8		
9 **Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶	9	0	
10 **Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶	10	0	
11 Enter the amount of line 10 to be. **Credited to 2008 estimated tax** ▶ Refunded ▶	11	0	

Part VII-A Statements Regarding Activities

		Yes	No
1 a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)?	1b		X
*If the answer is "Yes" to **1a** or **1b**, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities*			
c Did the foundation file **Form 1120-POL** for this year?	1c		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation ▶ $ ______ (2) On foundation managers ▶ $ ______			
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ______			
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities.*	2		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4 a Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b If "Yes," has it filed a tax return on **Form 990-T** for this year?	4b	N/A	X
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T.*	5		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7 Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV*	7	X	
8 a Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) ▶ ________			
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by *General Instruction G? If "No," attach explanation*	8b	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2007 or the taxable year beginning in 2007 (see instructions for Part XIV on page 27)? *If "Yes," complete Part XIV*	9	X	
10 Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*	10		X

Part VII-A Statements Regarding Activities *(continued)*

			Line	Yes	No
11a	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see page 20 of the instructions)		11a		X
b	If "Yes," did the foundation have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in the attachment for line 11a?		11b	N/A	X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract?		12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?		13	X	

Website address ▶

14 The books are in care of ▶ Mrs Sandra Wilch Telephone no ▶ (414) 276-2633

Located at ▶ Milwaukee WI USA ZIP+4 ▶ 53202

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041—Check here ▶ ☐

and enter the amount of tax-exempt interest received or accrued during the year ▶ 15 N/A

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.

			Line	Yes	No
1a	During the year did the foundation (either directly or indirectly)				
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	☐ Yes ☒ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	☐ Yes ☒ No			
	(6) Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days)	☐ Yes ☒ No			
b	If any answer is "Yes" to 1a(1)–(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see page 22 of the instructions)?		1b	N/A	
	Organizations relying on a current notice regarding disaster assistance check here ▶☐				
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2007?		1c		X
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))				
a	At the end of tax year 2007, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2007?	☐ Yes ☒ No			
	If "Yes," list the years ▶ 20_____ , 20_____ , 20_____ , 20_____				
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement—see page 22 of the instructions)		2b	N/A	
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here ▶ 20_____ , 20_____ , 20_____ , 20_____				
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	☐ Yes ☒ No			
b	If "Yes," did it have excess business holdings in 2007 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969, **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2007)*		3b	N/A	
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2007?		4b		X

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required *(continued)*

5a During the year did the foundation pay or incur any amount to:

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No

(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No

(4) Provide a grant to an organization other than a charitable, etc , organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see page 22 of the instructions) ☐ Yes ☒ No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

b If any answer is "Yes" to 5a(1)–(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see page 22 of the instructions)? **5b** N/A

Organizations relying on a current notice regarding disaster assistance check here ▶ ☐

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☒ No

If "Yes," attach the statement required by Regulations section 53 4945–5(d)

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? **6b**

If you answered "Yes" to 6b, also file Form 8870

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No

b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction? **7b**

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation (see page 23 of 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	(e) Expense account, other allowances
Sandra Wilch N61 W29799 Stoney Hill Court Hartland WI 53C	Treasurer 20 Hr/Wk	15,300	0	0
	.00	0	0	0
	.00	0	0	0
	.00	0	0	0

2 Compensation of five highest-paid employees (other than those included on line 1—see page 23 of the instructions). If 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, other allowances
NONE	.00			
	.00			
	.00			
	.00			
	.00			

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

Part VIII **Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors** *(continued)*

3 Five highest-paid independent contractors for professional services (see page 23 of the instructions). If none, enter "NONE."

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
Langer Roofing & Sheet Metal 345 S Curtis Road Milwaukee WI 53214	Roofing & Metal work	115,728

Total number of others receiving over $50,000 for professional services ▶ 1

Part IX-A **Summary of Direct Charitable Activities**

List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1 The foundations only activity is to provide food and shelter to the needy.	456,362
2 Per board approval, Friendship House donated, $74,150 for unrestricted use.	74,150
3	
4	

Part IX-B **Summary of Program-Related Investments** (see page 24 of the instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1	
2	
All other program-related investments See page 24 of the instructions 3	
Total. Add lines 1 through 3 ▶	0

Part X **Minimum Investment Return** (All domestic foundations must complete this part. Foreign foundations, see page 24 of the instructions.)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	13,323,807
b	Average of monthly cash balances	1b	448,249
c	Fair market value of all other assets (see page 25 of the instructions)	1c	
d	**Total** (add lines 1a, b, and c)	1d	13,772,056
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) 1e		
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	13,772,056
4	Cash deemed held for charitable activities Enter 1½% of line 3 (for greater amount, see page 25 of the instructions)	4	206,581
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	13,565,475
6	**Minimum investment return.** Enter 5% of line 5	6	678,274

Part XI **Distributable Amount** (see page 25 of the instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ▶ ☐ and do not complete this part.)

1	Minimum investment return from Part X, line 6		1	678,274
2a	Tax on investment income for 2007 from Part VI, line 5	2a		
b	Income tax for 2007 (This does not include the tax from Part VI.)	2b		
c	Add lines 2a and 2b		2c	0
3	Distributable amount before adjustments Subtract line 2c from line 1		3	678,274
4	Recoveries of amounts treated as qualifying distributions		4	
5	Add lines 3 and 4		5	678,274
6	Deduction from distributable amount (see page 25 of the instructions)		6	
7	**Distributable amount** as adjusted Subtract line 6 from line 5. Enter here and on Part XIII, line 1		7	678,274

Part XII **Qualifying Distributions** (see page 26 of the instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc , purposes		
a	Expenses, contributions, gifts, etc.—total from Part I, column (d), line 26	1a	541,141
b	Program-related investments—total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	541,141
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see page 26 of the instructions)	5	
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	541,141

Note: *The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years.*

Part XIII Undistributed Income (see page 26 of the instructions)

		(a) Corpus	(b) Years prior to 2006	(c) 2006	(d) 2007
1	Distributable amount for 2007 from Part XI, line 7				678,274
2	Undistributed income, if any, as of the end of 2006				
a	Enter amount for 2006 only			543,706	
b	Total for prior years 20____, 20____, 20___				
3	Excess distributions carryover, if any, to 2007				
a	From 2002 NONE				
b	From 2003 NONE				
c	From 2004 NONE				
d	From 2005 NONE				
e	From 2006 NONE				
f	**Total** of lines 3a through e	0			
4	Qualifying distributions for 2007 from Part XII, line 4. ▶ $ 541,141				
a	Applied to 2006, but not more than line 2a			541,141	
b	Applied to undistributed income of prior years (Election required—see page 27 of the instructions)				
c	Treated as distributions out of corpus (Election required—see page 27 of the instructions)				
d	Applied to 2007 distributable amount				
e	Remaining amount distributed out of corpus				
5	Excess distributions carryover applied to 2007 *(If an amount appears in column (d), the same amount must be shown in column (a).)*				
6	**Enter the net total of each column as indicated below:**				
a	Corpus Add lines 3f, 4c, and 4e Subtract line 5	0			
b	Prior years' undistributed income Subtract line 4b from line 2b		0		
c	Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d	Subtract line 6c from line 6b Taxable amount—see page 27 of the instructions		0		
e	Undistributed income for 2006 Subtract line 4a from line 2a Taxable amount—see page 27 of the instructions			2,565	
f	Undistributed income for 2007 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2008				678,274
7	Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions)				
8	Excess distributions carryover from 2002 not applied on line 5 or line 7 (see page 27 of the instructions)				
9	**Excess distributions carryover to 2008.** Subtract lines 7 and 8 from line 6a	0			
10	Analysis of line 9				
a	Excess from 2003				
b	Excess from 2004				
c	Excess from 2005				
d	Excess from 2006				
e	Excess from 2007				

Part XIV Private Operating Foundations (see page 27 of the instructions and Part VII-A, question 9)

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2007, enter the date of the ruling ▶ ListXV - Line 2 for Gift Program

b Check box to indicate whether the foundation is a private operating foundation described in section ☐ 4942(j)(3) or ☐ 4942(j)(5)

	Tax year (a) 2007	Prior 3 years (b) 2006	(c) 2005	(d) 2004	(e) Total
2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed	427,169	470,196	410,090	386,719	1,694,174
b 85% of line 2a	363,094	399,667	348,577	328,711	1,440,049
c Qualifying distributions from Part XII, line 4 for each year listed	541,141	377,558	461,525	461,525	1,841,749
d Amounts included in line 2c not used directly for active conduct of exempt activities					0
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c	541,141	377,558	461,525	461,525	1,841,749
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test—enter (1) Value of all assets					0
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					0
b "Endowment" alternative test—enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed	452,183	457,920	398,491	398,491	1,707,085
c "Support" alternative test—enter (1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					0
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					0
(3) Largest amount of support from an exempt organization					0
(4) Gross investment income					0

Part XV Supplementary Information (Complete this part only if the foundation had $5,000 or more in assets at any time during the year—see page 28 of the instructions.)

1 Information Regarding Foundation Managers:

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than $5,000) (See section 507(d)(2))

NONE

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest

NONE

2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:

Check here ▶ ☒ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc. (see page 28 of the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

a The name, address, and telephone number of the person to whom applications should be addressed:

b The form in which applications should be submitted and information and materials they should include:

c Any submission deadlines:

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors.

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
Milwaukee Rescue Mission 830 N 19th Street Milwaukee WI 53233			Their mission is related	4,000
Kathy's House 600 N 103th Street Milwaukee WI 53226			with Friendship House	5,000
Froedert Memorial Hospital - Alzheimers Units 9200 W Wisconsin Avenue Milwaukee WI 53226			Their mission is related	5,000
Evangelical Child & Family Agency 1617 S 124th Street New Berlin WI 53151			with Friendship House	52,500
Lighthouse Child Development Center 3624 W North Avenue Milwaukee WI 53208			Their mission is related	2,000
Interfaith Older Adult Programs 4420 W Vliet Street Milwaukee WI 53208			with Friendship House.	3,000
Curative Care Network W187 N8581 Maple Road Menomonee Falls WI 5305			Their mission is related	1,650
Agape Community Center 6100 N 42nd Street Milwaukee WI 53209			with Friendship House	1,000
Total			▶ 3a	74,150
b *Approved for future payment*				
Total			▶ 3b	0

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See page 28 of the instructions.)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments					
4 Dividends and interest from securities					426,089
5 Net rental income or (loss) from real estate.					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory					167,385
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue. a Other Income					1,080
b					
c					
d					
e					
12 Subtotal. Add columns (b), (d), and (e)		0		0	594,554

13 Total. Add line 12, columns (b), (d), and (e) . . . 13 594,554

(See worksheet in line 13 instructions on page 29 to verify calculations.)

Part XVI-B Relationship of Activities to the Accomplishment of Exempt Purposes

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes) (See page 29 of the instructions.)
13	This money is used to meet the Friendship House objectives of providing food and shelter to the needy.

Part XVII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations

			Yes	No
1	Did the 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?			
a	Transfers from the reporting foundation to a noncharitable exempt organization of:			
	(1) Cash	1a(1)		X
	(2) Other assets	1a(2)		X
b	Other transactions:			
	(1) Sales of assets to a noncharitable exempt organization	1b(1)		X
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)		X
	(3) Rental of facilities, equipment, or other assets	1b(3)		X
	(4) Reimbursement arrangements	1b(4)		X
	(5) Loans or loan guarantees	1b(5)		X
	(6) Performance of services or membership or fundraising solicitations	1b(6)		X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		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 foundation. If the foundation 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	

2a Is the foundation 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. **N/A**

(a) Name of organization	(b) Type of organization	(c) Description of relationship

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 taxpayer or fiduciary) is based on all information of which preparer has any knowledge

Sandra [illegible] — Signature of officer or trustee | 5-15-09 Date | Treasurer Title

Paid Preparer's Use Only

Preparer's signature	[illegible signature]	Date 5-15-2009	Check if self-employed ☒	Preparer's SSN or PTIN (See **Signature** on page 30 of the instructions) [redacted]
Firm's name (or yours if self-employed), address, and ZIP code	Arthur Kronenberg CPA LLC			EIN ▶ 30-0004306
	830 N 109th Street, Wauwatosa, WI 53226-3754			Phone no 414-476-4043

Schedule B
(Form 990, 990-EZ, or 990-PF)
Department of the Treasury
Internal Revenue Service

Schedule of Contributors

Supplementary Information for line 1 of Form 990, 990-EZ, and 990-PF (see instructions)

OMB No 1545-0047

2007

Name of organization
Friendship House of Milwaukee, Inc.

Employer identification number
39-0837518

Organization type (check one)

Filers of:	**Section:**
Form 990 or 990-EZ	☐ 501(c)( ) (enter number) organization
	☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
	☐ 527 political organization
Form 990-PF	☒ 501(c)(3) exempt private foundation
	☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation
	☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule.** (**Note:** *Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule—see instructions.*)

General Rule—

☒ For organizations filing Form 990, 990-EZ, or 990-PF that received, during the year, $5,000 or more (in money or property) from any one contributor. (Complete Parts I and II.)

Special Rules—

☐ For a section 501(c)(3) organization filing Form 990, or Form 990-EZ, that met the 33 1/3% support test of the regulations under sections 509(a)(1)/170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of $5,000 or 2% of the amount on line 1 of these forms (Complete Parts I and II.)

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, aggregate contributions or bequests of more than $1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. (Complete Parts I, II, and III)

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, some contributions for use *exclusively* for religious, charitable, etc , purposes, but these contributions did not aggregate to more than $1,000. (If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc , purpose Do not complete any of the Parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc , contributions of $5,000 or more during the year.) . . . . ▶ $ ____________

Caution: *Organizations that are not covered by the General Rule and/or the Special Rules do not file Schedule B (Form 990, 990-EZ, or 990-PF), but they* **must** *check the box in the heading of their Form 990, Form 990-EZ, or on line 2 of their Form 990-PF, to certify that they do not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF)*

Name of organization	Employer identification number
Friendship House of Milwaukee, Inc.	39-0837518

Part I **Contributors** (See Specific Instructions.)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	Hester Ann Harmon Trust c/o US Bank - Trust Dept Milwaukee WI 53201 Foreign State or Province: Foreign Country:	$ 147,440	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)
2	Foreign State or Province Foreign Country	$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)
3	Foreign State or Province: Foreign Country	$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
4	Foreign State or Province. Foreign Country:	$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)
5	Foreign State or Province: Foreign Country.	$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)
6	Foreign State or Province: Foreign Country	$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)

Name of organization	Employer identification number
Friendship House of Milwaukee, Inc.	39-0837518

Part III *Exclusively* **religious, charitable, etc., individual contributions to section 501(c)(7), (8), or (10) organizations aggregating more than $1,000 for the year.** (Complete columns **(a)** through **(e)** and the following line entry.)
For organizations completing Part III, enter the total of *exclusively* religious, charitable, etc., contributions of **$1,000 or less** for the year. (Enter this information once—see instructions.) ▶ $ 0

N/A

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
1			

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee
For Prov Country	

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee
For Prov Country	

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee
For Prov Country	

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee
For Prov. Country	

Line 6 (990-PF) - Gain/Loss from Sale of Assets Other Than Inventory

Totals	Gross sales	Cost, other basis and expenses	Net gain or loss
Securities	2,289,555	2,122,170	167,385
Other sales	0	0	0

Index	Check box if gain/loss is from sale of security	Description	CUSIP #	Purchaser	Check box if purchaser is a business	Date acquired	Acquisition method	Date sold	Gross sales price	Cost or other basis (Enter one field only) Cost	Donated value	Expense of sale and cost of improvements	Depreciation
1	X			Various					2,289,555	2,122,170			
2													
3													
4													
5													
6													
7													
8													
9													
10													
11													
12													
13													
14													
15													
16													
17													
18													
19													
20													

Line 11 (990-PF) - Other Income

	Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income
		1,080	1,080	1,080
1	Miscellaneous Income	1,080	1,080	1,080
2			0	
3			0	
4			0	
5			0	
6			0	
7			0	
8			0	
9			0	
10			0	

Line 16a (990-PF) - Legal Fees

	Name of organization or person providing service	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
		9,062	0	0	9,062
1	Davis & Kielthau	9,062			9,062
2					
3					
4					
5					
6					
7					
8					
9					
10					

Line 16b (990-PF) - Accounting Fees

	Name of organization or person providing service	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
		5,000	0	0	5,000
1	Arthur Kronenberg CPA	5,000			5,000
2					
3					
4					
5					
6					
7					
8					
9					
10					

Line 18 (990-PF) - Taxes

	Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
		10,629	0	0	10,629
1	Real estate tax not included in line 20				
2	Tax on investment income				
3	Income tax				
4	Payroll taxes	10,629			10,629
5					
6					
7					
8					
9					
10					

Line 23 (990-PF) - Other Expenses

	Description	Revenue and expenses per books	Net investment income	Adjusted net income	Disbursements for charitable purposes
		290,296	0	0	290,296
1	Tele	0	0	0	0
2	Fund Raising				
3	Building Repairs	124,941			124,941
4	Food	16,924			16,924
5	Grounds	17,511			17,511
6	Health Insurance	39,137			39,137
7	Other insurance	22,919			22,919
8	Laundry	2,178			2,178
9	Maintenance	17,946			17,946
10	Miscellaneous	7,205			7,205
11	Equipment	11,789			11,789
12	Office expense	1,532			1,532
13	Programming	3,210			3,210
14	Household Supplies	4,590			4,590
15	Telephone	2,746			2,746
16	Utilities	17,668			17,668
17					
18					

Part IV (990-PF) - Capital Gains and Losses for Tax on Investment Income

	(a) Kind(s) of property sold	CUSIP #	(b) How acquired	(c) Date Acquired	(d) Date Sold	(e) Gross Sales Price	(f) Depreciation Allowed	(g) Cost or other basis plus expense of sale
1	INVESTMENT SECURITIES - STOCKS &		P	1/1/2005	9/30/2008	2,289,555	0	2,122,170
2						0	0	0
3						0	0	0
4						0	0	0
5						0	0	0
6						0	0	0
7						0	0	0
8						0	0	0
9						0	0	0
10						0	0	0
11						0	0	0
12						0	0	0
13						0	0	0
14						0	0	0
15						0	0	0
16						0	0	0
17						0	0	0
18						0	0	0
19						0	0	0
20						0	0	0

Part II, Line 10b (990-PF) - Investments - Corporate Stock

			2,716,775	2,950,975	0	7,143,418
	Description	Num. shares/ face value	(a) Book value beg of year	(b) Book value end of year	FMV beg of year	(c) FMV end of year
1	Stock - Schedule attached		2,716,775	2,950,975		7,143,418
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						

Part II, Line 10c (990-PF) - Investments - Corporate Bonds

				5,640,204	5,661,758	0	5,477,097
	Description	Interest Rate	Maturity Date	(a) Book value beg of year	(b) Book value end of year	FMV beg of year	(c) FMV end of year
1	Bonds - Schedule attached			5,640,204	5,661,758		5,477,097
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							

Friendship House of Milwaukee, Inc.
Foundation Managers
Year ended September 30, 2008

EIN: 39-0837518

WI Registration No 0000436

Name & Title	Address Where Manager May be contacted during Normal Business Hours
Mrs. Jean Larsen President	2708 South Shore Drive Milwaukee, WI 53207
Mrs. Susie Daigneau Vice President & Corresponding Secretary	785 Russet Drive Brookfield, WI 53045
Mrs. Barbara Litscher Recording Secretary	4959 N Idlewild Avenue Whitefish Bay, WI 53217
Mrs. Sandy Wilch Treasurer	N61 W29799 Stoney Hill Court Hartland, WI 53029
Mrs. Danette Buikema Board Member	2890 Monterey Blvd Brookfield, WI 53005
Mrs. Pat Harper Board Member	1610 N Prospect Avenue Milwaukee, WI 53202
Ms. Peggy Kovatovich Board Member	2619 S. Delaware Avenue Milwaukee, WI 53207

FRIENDSHIP HOUSE OF MILWAUKEE

STATEMENT OF SECURITIES HELD
For the Year Ended September 30, 2008

Name of Security	Cost	Market Value
COMMON STOCK		
Abbott Laboratories	$36,060.23	$287,900.00
American Express Company	25,536.10	70,860.00
American International Group	60,241.97	4,995.00
Amgen Inc.	48,372.68	44,452.50
Associated Banc Corporation	63,121.71	72,418.50
AT & T Inc	55,128.72	111,680.00
BP Plc Sponsor ADR	28,202.36	132,749.82
Becton Dickinson & Company	54,462.27	160,520.00
Boeing Company	55,533.28	114,700.00
Bristol Myers Squibb Company	29,243.60	41,700.00
Chevron Corporation	80,736.76	329,920.00
Cisco Systems Inc	81,940.12	78,960.00
Citigroup Inc.	96,374.90	41,020.00
Clorox Company	59,675.41	94,035.00
Coca-Cola Company	21,970.97	105,760.00
Colgate-Palmolive Company	35,836 32	150,700.00
Consolidated Edison Inc	47,868.26	85,920.00
CVS Caremark Corporation	85,457.06	201,960.00
Covidien Ltd	0.00	53,760 00
Walt Disney Company	80,178.65	107,415.00
Dover Corp.	80,452.53	81,100.00
Du pont E.I de Nemour & Co	44,456.40	120,900.00
Emerson Electric Co.	39,092.40	122,370.00
Exxon Mobil Corporation	17,076.10	349,470.00
FPL Group Inc	51,437.52	201,200.00
Fiserv Inc.	43,831.84	61,516.00
General Electric Company	22,111.95	153,000.00
General Mills Inc	37,287.94	206,160.00
WW Grainger Inc	91,658.68	130,455.00
Hewlett-Packard Company	58,068.48	92,480 00
Home Depot Inc.	93,227.99	64,725.00
I Shares Trust MSCI	303,282.46	225,200.00
Integrys Energy Group Inc.	47,485.96	99,880.00
Intel Corporation	80,730.17	74,920.00
Johnson & Johnson	25,747.55	346,400.00
Kimberly-Clark Corporation	33,889.41	97,260.00
Lowes Companies Inc	45,829.71	47,380.00
Marshall & Ilsley Corporation	9,160.88	151,125 00
Medco Health Solutions Inc.	0.00	52,020.00

SEE ACCOUNTANTS' REVIEW REPORT

FRIENDSHIP HOUSE OF MILWAUKEE

STATEMENT OF SECURITIES HELD
For the Year Ended September 30, 2008

Name of Security	Cost	Market Value
Microsoft Corp	46,872.16	53,380.00
3M Company	81,897.76	143,451.00
JP MorganChase & Co.	3,643.21	74,579.90
Motorola Incorporated	61,659.87	21,420.00
Mylan Laboratiories Inc	13,708.62	45,680.00
National City Corporation	9,634.33	8,750.00
Pepco Holdings Inc	44,394.50	45,820.00
Pepsico Incorporated	22,965.42	356,350.00
Pfizer Incorporated	43,963.93	55,320.00
Procter & Gamble Company	71,640.18	348,450.00
Regions Financial Corp New	49,854.43	19,200.00
Southern Company	40,739.91	150,760.00
Tyco International Ltd New	81,585.18	35,020.00
Union Pacific Corp	88,377.59	213,480.00
US Bancorp Delaware	27,273.67	270,150.00
Verizon Communications	23,756.36	112,315.00
Walgreen Company	20,624.54	61,920.00
Wells Fargo & Company	18,206.35	93,825.00
Zimmer Holdings Inc.	29,407.43	64,560.00
TOTAL COMMON STOCK	$2,950,974.79	$7,143,417.72

BONDS & NOTES

Advanta Bank - Due 10/3/11	$95,000.00	$95,000.00
American Chartered Bank - Due 3/10	75,000.00	75,987.75
American Express Co - Due 8/28/17	104,071.25	86,911.00
American Intl Group - Due 10/18/16	106,649.89	41,655.00
Bank of America - Due 11/15/14	102,109.03	92,477.00
Bank of America - Due 3/15/17	97,550.17	86,170.00
Bank of Clark County - Due 4/11/11	99,000.00	97,451.64
Bank of Oklahoma - Due 4/16/09	95,000.00	94,637.10
BMW Bank NA - Due 9/1/09	45,000.00	45,106.65
BMW Bank NA - Due 2/13/09	50,000.00	49,834.00
Branch Bank & Trust - Due 9/12/16	95,000.00	92,782 70
Bridgeview Bank - Due 12/3/08	95,000.00	94,929.70
Byron Bank - Due 7/11/11	97,000.00	96,639.16
Capital One - Due 12/19/12	95,000.00	94,077.55
Capital One - Due 3/12/13	96,000.00	93,567.36
Capmark Bank - Due 6/13/11	50,000.00	49,664.00

SEE ACCOUNTANTS' REVIEW REPORT

FRIENDSHIP HOUSE OF MILWAUKEE

STATEMENT OF SECURITIES HELD
For the Year Ended September 30, 2008

Name of Security	Cost	Market Value
Cit Bank - Due 6/8/09	95,000.00	95,921.50
Citigroup Inc - Due 1/7/16	73,142.71	63,801.75
Citizens First Savings - Due 4/12/10	75,000.00	76,128.00
Choice Financial - Due 4/16/13	75,000.00	72,870.75
Cole Taylor Bank - Due 7/11/13	97,000.00	97,115.43
Country Bank - Due 9/27/12	99,013.83	99,815.76
Discover Bank - Due 3/21/14	90,000.00	91,094 40
Douglas County Bank - Due 8/19/10	90,000.00	90,544.50
Evabank - Due 1/30/13	99,000.00	99,301.95
Everbank - Due 11/15/13	95,292.03	95,817.95
Fireside Bank - Due 3/31/09	45,000.00	44,849.70
First Natl Bank of Shelby - Due 2/4/10	99,000.00	98,776.26
GECC Internotes - Due 8/15/15	100,000.00	91,141.00
GECC Internotes - Due 8/16/16	100,000.00	91,662.00
Gold Bank - Due 2/13/09	95,000.00	94,891.70
Goldman Sachs Bank - Due 10/3/14	97,000.00	98,277.49
Gorham Savings Bank - Due 10/5/12	35,000.00	35,033.25
Great Southern Bank - Due 12/29/10	95,000.00	94,796.70
Hinsdale Bank - Due 5/17/12	75,000.00	76,332.00
HSBC Finance - Due 10/15/14	75,000.00	69,321.00
Independent Bank - Due 10/8/08	90,000.00	89,990.10
Intervest Natl Bank - Due 12/27/13	95,000.00	93,965.45
Ironstone Bank - Due 12/20/12	95,000.00	95,152.00
Kimberly Clark Corp - Due 8/15/13	51,161.83	49,698.00
Kimberly Clark Corp - Due 8/15/15	98,216.67	94,100.00
Kimberly Clark Corp - Due 2/15/12	52,511.06	50,863.00
LaSalle Bank - Due 6/20/14	95,000.00	97,820.55
Lehman Bros Bank - Due 4/7/09	90,000.00	89,272.80
M&I Bank - Due 12/15/09	50,000.00	48,292 50
M&I Bank - Due 4/1/11	77,914.35	69,693.00
Metro Bank - Due 2/18/09	99,000.00	98,885.16
Monroe Bank & Trust - Due 8/18/10	95,000.00	94,667.50
JP Morgan - Due 11/15/10	104,425.00	98,129.00
JP Morgan - Due 3/1/15	96,284.03	87,109.00
Oak Hill Bank - Due 11/28/08	95,000.00	94,845.15
Peoples State Bank - Due 1/11/10	99,000.00	98,729.73
Provident Bank - Due 6/27/12	90,000.00	89,434.80
Ravenswood Bank - Due 11/21/11	95,000.00	96,335.70
Republic Bank - Due 6/20/11	95,000.00	94,452.80
Southwest Bank - Due 12/23/15	95,000.00	93,185.50
State Bank of Fenton - Due 5/12/11	95,000.00	97,123.25
Summit Community Bk - Due 6/27/12	75,000.00	73,630.50
Wachovia Mortgage - Due 1/9/13	95,000.00	94,034.80

SEE ACCOUNTANTS' REVIEW REPORT

FRIENDSHIP HOUSE OF MILWAUKEE

STATEMENT OF SECURITIES HELD
For the Year Ended September 30, 2008

Name of Security	Cost	Market Value
Wal-Mart - Due 2/15/11	102,130.21	99,694.00
Wal-Mart - Due 4/05/17	55,805.90	54,278.95
Washington Mutual Bank - Due 2/9/12	97,000.00	96,821.52
Wells Fargo Financial - Due 8/1/12	78,110.42	74,635.50
Wells Fargo Co - Due 10/16/13	101,572.25	94,785.00
WPS Resources - Due 11/1/09	104,797.22	103,088.00
TOTAL BONDS AND NOTES	5,664,757.85	5,477,096.96
TOTAL INVESTMENTS	$8,615,732.64	$12,620,514.68

SEE ACCOUNTANTS' REVIEW REPORT

FRIENDSHIP HOUSE OF MILWAUKEE, Inc.

STATEMENT OF SECURITIES PURCHASED
For the Year Ended September 30, 2008

Date	Number of Shares	Name of Security	Cost
		COMMON STOCK	
10/26/07	300	I Shares Trust MSCI EAFE Index Fund	$25,614.34
11/26/07	300	I Shares Trust MSCI EAFE Index Fund	24,630.31
12/26/07	325	I Shares Trust MSCI EAFE Index Fund	25,904.85
1/26/08	350	I Shares Trust MSCI EAFE Index Fund	25,619.61
2/25/08	350	I Shares Trust MSCI EAFE Index Fund	25,604.70
4/18/08	500	Cisco Systems Inc	12,467.78
4/18/08	300	Fiserv Inc	16,284.84
4/18/08	325	I Shares Trust MSCI EAFE Index Fund	24,805.55
4/18/08	1000	Lowes Companies Inc	25,276.74
5/19/08	325	I Shares Trust MSCI EAFE Index Fund	25,901.65
6/19/08	350	I Shares Trust MSCI EAFE Index Fund	25,566.45
7/18/08	375	I Shares Trust MSCI EAFE Index Fund	25,341.71
7/30/08	1000	Cisco Systems Inc	22,371.93
7/30/08	1000	Lowes Companies Inc	20,552 97
9/12/08	400	I Shares Trust MSCI EAFE Index Fund	24,453.36
		Subtotal - Stock purchased	$350,396.79
		BONDS and NOTES	
10/04/07		HSBC Finance - Due 10/15/14	75,000.00
10/16/07		American Express - Due 8/28/17	104,071.25
12/05/07		American Intl Group - Due 10/18/16	103,649.89
12/10/07		Wal-Mart Stores - Due 4/05/17	55,805 90
12/12/07		Capital One - Due 12/19/12	95,000.00
12/12/07		Intervest Natl Bank - Due 12/27/13	95,000 00
1/04/08		Wachovia Mortgage - Due 1/09/13	95,000.00
2/06/08		BMW Bank - Due 2/13/09	50,000.00
3/06/08		Capital One - Due 3/12/13	96,000.00
4/01/08		Bank of Clark County - Due 4/11/11	99,000.00
4/01/08		Choice Financial - Due 4/16/13	50,000.00
4/01/08		Choice Financial - Due 4/16/13	25,000.00

SEE ACCOUNTANTS' REVIEW REPORT

FRIENDSHIP HOUSE OF MILWAUKEE, Inc.

STATEMENT OF SECURITIES PURCHASED
For the Year Ended September 30, 2008

Date	Number of Shares	Name of Security	Cost
6/03/08		Capmark Bank - Due 6/13/11	50,000.00
6/05/08		Republic Bank - Due 6/20/11	95,000.00
6/11/08		Summit Community Bk - Due 6/27/12	75,000.00
6/17/08		Southwest Bank - Due 12/23/15	95,000.00
6/19/08		Provident Bank - Due 6/27/12	90,000.00
7/2/08		Byron Bank - Due 7/11/11	97,000.00
7/2/08		Cole Taylor Bank - Due 7/11/13	97,000.00
7/30/08		GECC Internotes - Due 8/15/15	100,000.00
8/7/08		GECC Internotes - Due 8/16/16	100,000.00
9/4/08		Branch Banking & Trust - Due 9/12/16	95,000.00
9/12/08		Great Southern Bank - Due 12/29/10	95,000.00
9/23/08		Advanta Bank - Due 10/3/11	95,000.00
		Subtotal - Bonds purchased	2,027,527.04
		Total - Securities purchased	$2,377,923.83

SEE ACCOUNTANTS' REVIEW REPORT

FRIENDSHIP HOUSE OF MILWAUKEE, Inc.

STATEMENT OF SECURITIES SOLD/REDEEMED
For the Year Ended September 30, 2008

Date	Number of Shares	Name of Security	Cost	Amount Received	Gain (Loss)
		COMMON STOCK			
11/27/07	500	US Bancorp DE New	1,818.25	15,122 20	13,303 95
4/18/08	66	Fairpoint Communications	0 00	494.11	494 11
4/18/08	2500	Metavante Technologies Inc	0 00	48,411 79	48,411 79
4/18/08	1000	Tyco Electronics Ltd	32,375.07	36,003 54	3,628 47
5/20/08	1500	Fedex Corporation	71,080.17	135,429 94	64,349 77
9/19/08	1500	Wells Fargo & Company	10,923 81	58,984.84	48,061 03
		Total - Stock sold	$116,197.30	$294,446 42	$178,249 12
		BONDS and NOTES			
10/1/07		WA Trust Bank - Due 10/01/07	75,000.00	75,000 00	0 00
10/15/07		Gillette Co - Due 10/15/07	103,155.56	100,000 00	(3,155 56)
11/30/07		Chesapeake Bank - Due 5/31/11	98,014 77	98,000 00	(14 77)
12/07/07		Wright Ex Finance - Due 12/07/07	55,000 00	55,000 00	0 00
12/10/07		GECC Mtn - Due 12/01/07	105,930 17	100,000 00	(5,930 17)
12/11/07		Mill Creek Bank - Due 12/11/07	90,000 00	90,000 00	0 00
1/2/08		Fireside Thrift - Due 10/02/08	50,000.00	50,000 00	0 00
1/15/08		Sara Lee Corp - Due 1/15/08	75,361.75	75,000 00	(361 75)
1/22/08		Community First - Due 7/19/11	50,000.00	50,000.00	0 00
2/25/08		Firstbank PR - Due 2/24/12	50,000.00	50,000.00	0 00
2/29/08		Southside Bank - Due 8/30/11	98,000 00	98,000 00	0 00
3/31/08		Founders Trust - Due 3/31/08	50,000.00	50,000 00	0 00
3/31/08		Independent STP - Due 3/30/10	97,000.00	97,000.00	0 00
5/20/08		BMW Bank NA - Due 9/1/09	10,000 00	10,108 92	108 92
6/2/08		Florida Power & Light - Due 6/1/08	51,441.67	50,000 00	(1,441 67)
6/4/08		Arkansas Natl Bank - Due 11/24/09	95,000.00	95,000.00	0 00
6/6/08		NBT Bank NA - Due 6/6/08	75,000.00	75,000 00	0 00
6/16/08		Merrick Bank - Due 6/14/08	95,000.00	95,000.00	0 00
6/17/08		Doral Bank - Due 6/17/08	90,000.00	90,000.00	0 00
6/30/08		First Commercial STP - Due 12/28/11	90,069 04	90,000 00	(69 04)
7/1/08		Penn Fed Savings - Due 6/30/08	95,000.00	95,000 00	0 00
7/10/08		M&I Bank FSB - Due 7/10/10	97,000.00	97,000 00	0 00
7/21/08		Western Bank - Due 1/20/10	45,000 00	45,000 00	0 00
8/6/08		Treasury Bank - Due 8/6/08	75,000 00	75,000.00	0 00
9/2/08		Minnwest Bank - Due 9/2/08	95,000.00	95,000 00	0 00
9/22/08		First Natl Bank of AZ - Due 6/9/09	95,000 00	95,000 00	0 00
		Subtotal - Bonds sold	2,005,972.96	1,995,108 92	(10,864 04)
		Total - Securities sold	$2,122,170.26	$2,289,555.34	$167,385 08

SEE ACCOUNTANT'S REVIEW REPORT

Friendship House of Milwaukee, Inc. EIN: 39-0837518
Notification of Publication
Year ended September 30, 2008 WI Registration No 0000436

The attached notice of availability for public inspection was published in The Daily Reporter on the date stated in the attached copy.

ANNUAL RETURN NOTICE

The annual return of the private foundation named below, filed under Section 6033 of the Internal Revenue Code is available at its principal office, the address of which is noted below, for inspection during regular business hours, by any citizen who requests it within 180 days after the date of this publication.

Friendship House, 1029 N. Marshall St., Milwaukee, WI 53202, (414) 367-5643, Principal Manager: Ms. Sandra Wilch.

Published pursuant to Section 6104(d) of the Internal Revenue Code in The Daily Reporter, Milwaukee, Wisconsin, on December 10, 2009.

10751615/12-10

Dated: May 14, 2010

Sandra Wilch Treasurer
Frientship House Title

Form **8868** (Rev April 2008) Department of the Treasury Internal Revenue Service

Application for Extension of Time To File an Exempt Organization Return

▶ **File a separate application for each return.**

OMB No 1545-1709

- If you are filing for an **Automatic 3-Month Extension, complete only Part** I and check this box . . . ▶ [X]
- If you are filing for an **Additional (Not Automatic) 3-Month Extension, complete only Part II** (on page 2 of this form).

Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.

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

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

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

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

Type or print File by the due date for filing your return See instructions	Name of Exempt Organization Friendship House of Milwaukee, Inc.	**Employer identification number** 39-0837518
	Number, street, and room or suite no If a P O box, see instructions N61 W29799 Stoney Hill Court	
	City, town or post office, state, and ZIP code For a foreign address, see instructions Hartland WI 53029	

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

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

- The books are in the care of ▶ See attached worksheet

Telephone No. ▶ (414) 276-2633 FAX No. ▶

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

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until 5/15/2009, to file the exempt organization return for the organization named above The extension is for the organization's return for:

▶ [ ] calendar year ______ or

▶ [X] tax year beginning 10/1/2007, and ending 9/30/2008

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

3 a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	**3a**	$
b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made Include any prior year overpayment allowed as a credit	**3b**	$
c **Balance Due.** Subtract line 3b from line 3a Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions	**3c**	$ 0

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