

**Return of Organization Exempt From Income Tax**

**2012**

Department of the Treasury  
Internal Revenue Service

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

Open to Public Inspection

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

**A For the 2012 calendar year, or tax year beginning JUL 1, 2012 and ending JUN 30, 2013**

|   |   |   |
|---|---|---|
| <b>B</b> Check if applicable:<br><input type="checkbox"/> Address change<br><input type="checkbox"/> Name change<br><input type="checkbox"/> Initial return<br><input type="checkbox"/> Terminated<br><input type="checkbox"/> Amended return<br><input type="checkbox"/> Application pending | <b>C Name of organization</b><br><b>URBAN MINISTRIES OF DURHAM, INC.</b><br>Doing Business As<br>Number and street (or P.O. box if mail is not delivered to street address) Room/suite<br><b>410 LIBERTY STREET</b><br>City, town, or post office, state, and ZIP code<br><b>DURHAM, NC 27701</b><br><b>F Name and address of principal officer: PATRICE NELSON</b><br><b>same as C above</b> | <b>D Employer identification number</b><br><b>58-1505891</b><br><b>E Telephone number</b><br><b>919-682-0538</b><br><b>G Gross receipts \$</b> <b>2,165,588.</b><br><b>H(a) Is this a group return for affiliates?</b> <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No<br><b>H(b) Are all affiliates included?</b> <input type="checkbox"/> Yes <input type="checkbox"/> No<br>If "No," attach a list. (see instructions)<br><b>H(c) Group exemption number</b> ▶ |
| <b>I Tax-exempt status:</b> <input checked="" type="checkbox"/> 501(c)(3) <input type="checkbox"/> 501(c)( ) (insert no.) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527   |   |   |
| <b>J Website:</b> ▶ <b>WWW.UMDURHAM.ORG</b>   |   |   |
| <b>K Form of organization:</b> <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Trust <input type="checkbox"/> Association <input type="checkbox"/> Other ▶   |   |   |
| <b>L Year of formation:</b> <b>1983</b> <b>M State of legal domicile:</b> <b>NC</b>   |   |   |

**Part I Summary**

|            |   |   |  |
|------------|---|---|--|
| <b>1</b>   | Briefly describe the organization's mission or most significant activities: <b>TO PROVIDE FOOD, CLOTHING, SHELTER AND SUPPORTIVE SERVICES TO OUR NEIGHBORS IN NEED; TO REDUCE</b> |   |  |
| <b>2</b>   | Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets.   |   |  |
| <b>3</b>   | Number of voting members of the governing body (Part VI, line 1a)   | <b>3</b>  | <b>22</b>                                |
| <b>4</b>   | Number of independent voting members of the governing body (Part VI, line 1b)   | <b>4</b>  | <b>22</b>                                |
| <b>5</b>   | Total number of individuals employed in calendar year 2012 (Part V, line 2a)  | <b>5</b>  | <b>37</b>                                |
| <b>6</b>   | Total number of volunteers (estimate if necessary)  | <b>6</b>  | <b>2035</b>                              |
| <b>7a</b>  | Total unrelated business revenue from Part VIII, column (C), line 12  | <b>7a</b>   | <b>0.</b>                                |
| <b>7b</b>  | Net unrelated business taxable income from Form 990-T, line 34  | <b>7b</b>   | <b>0.</b>                                |
| <b>8</b>   | Contributions and grants (Part VIII, line 1h)   | <b>Prior Year</b><br><b>2,068,278.</b>                | <b>Current Year</b><br><b>2,039,524.</b> |
| <b>9</b>   | Program service revenue (Part VIII, line 2g)  | <b>6,464.</b>   | <b>0.</b>                                |
| <b>10</b>  | Investment income (Part VIII, column (A), lines 3, 4, and 7d)   | <b>-1,055.</b>  | <b>4,009.</b>                            |
| <b>11</b>  | Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)  | <b>114,904.</b>                                       | <b>104,039.</b>                          |
| <b>12</b>  | Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)  | <b>2,188,591.</b>                                     | <b>2,147,572.</b>                        |
| <b>13</b>  | Grants and similar amounts paid (Part IX, column (A), lines 1-3)  | <b>0.</b>   | <b>0.</b>                                |
| <b>14</b>  | Benefits paid to or for members (Part IX, column (A), line 4)   | <b>0.</b>   | <b>0.</b>                                |
| <b>15</b>  | Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)   | <b>857,700.</b>                                       | <b>915,039.</b>                          |
| <b>16a</b> | Professional fundraising fees (Part IX, column (A), line 11e)   | <b>0.</b>   | <b>0.</b>                                |
| <b>16b</b> | Total fundraising expenses (Part IX, column (D), line 25) ▶ <b>113,026.</b>   |   |  |
| <b>17</b>  | Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e)  | <b>1,263,986.</b>                                     | <b>1,177,370.</b>                        |
| <b>18</b>  | Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)   | <b>2,121,686.</b>                                     | <b>2,092,409.</b>                        |
| <b>19</b>  | Revenue less expenses. Subtract line 18 from line 12  | <b>66,905.</b>  | <b>55,163.</b>                           |
| <b>20</b>  | Total assets (Part X, line 16)  | <b>Beginning of Current Year</b><br><b>2,170,201.</b> | <b>End of Year</b><br><b>2,204,273.</b>  |
| <b>21</b>  | Total liabilities (Part X, line 26)   | <b>140,759.</b>                                       | <b>119,668.</b>                          |
| <b>22</b>  | Net assets or fund balances. Subtract line 21 from line 20  | <b>2,029,442.</b>                                     | <b>2,084,605.</b>                        |

**Part II Signature Block**

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.

|                               |   |   |                        |  |
|-------------------------------|---|---|------------------------|--|
| <b>Sign Here</b>              | Signature of officer<br><b>PATRICE NELSON, EXECUTIVE DIRECTOR</b><br>Type or print name and title                       | Date  |                        |  |
| <b>Paid Preparer Use Only</b> | Print/Type preparer's name<br><b>Henry White</b>  | Preparer's signature<br>  | Date<br><b>11.6.13</b> | Check if self-employed <input type="checkbox"/> PTIN<br><b>P00295907</b> |
|                               | Firm's name ▶ <b>Stancil &amp; Company</b><br>Firm's address ▶ <b>4909 Windy Hill Drive</b><br><b>Raleigh, NC 27609</b> | Firm's EIN ▶ <b>56-1131459</b><br>Phone no. <b>919-872-1260</b> |                        |  |

May the IRS discuss this return with the preparer shown above? (see instructions)  Yes  No

Part III Statement of Program Service Accomplishments

Check if Schedule O contains a response to any question in this Part III [X]

1 Briefly describe the organization's mission: TO PROVIDE FOOD, CLOTHING, SHELTER AND SUPPORTIVE SERVICES TO OUR NEIGHBORS IN NEED; TO REDUCE HOMELESSNESS IN OUR COMMUNITY; AND TO PROVIDE EDUCATION RELATING TO THE NEEDS OF THOSE WE SERVE. OUR CORE VALUES ARE TO CARRY OUT THIS MISSION WHILE PROVIDING A WELCOMING,

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? [ ] Yes [X] No

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? [ ] Yes [X] No

4 Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code: ) (Expenses \$ 773,494. including grants of \$ ) (Revenue \$ 21,774. ) SHELTER: OPERATES 89 BEDS FOR MEN, 25 BEDS FOR WOMEN, AND 9 ROOMS FOR FAMILIES. IN THE FISCAL YEAR ENDED JUNE 30, 2013, 999 INDIVIDUALS WERE HOUSED.

4b (Code: ) (Expenses \$ 659,084. including grants of \$ ) (Revenue \$ ) CAFE: SERVES THREE MEALS A DAY SEVEN DAYS A WEEK TO ANYONE WHO COMES TO THE DINING ROOM. AN AVERAGE OF 600-650 MEALS PER DAY WERE SERVED DURING THE FISCAL YEAR ENDED JUNE 30, 2013 FOR A TOTAL OF 220,000 MEALS SERVED.

4c (Code: ) (Expenses \$ 356,145. including grants of \$ ) (Revenue \$ ) FOOD AND CLOTHING PANTRY: PROVIDES 400 HOUSEHOLDS A MONTH AND FAMILIES WITH FOOD STAPLES FOR MEAL PREPARATION AND CLOTHING.

4d Other program services (Describe in Schedule O.) (Expenses \$ 43,093. including grants of \$ ) (Revenue \$ )

4e Total program service expenses 1,831,816.

**Part IV Checklist of Required Schedules**

|  | Yes | No |
|--|-----|----|
| 1 Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)?<br><i>If "Yes," complete Schedule A</i>  | X   |    |
| 2 Is the organization required to complete <i>Schedule B, Schedule of Contributors</i> ?   | X   |    |
| 3 Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? <i>If "Yes," complete Schedule C, Part I</i>  |     | X  |
| 4 <b>Section 501(c)(3) organizations.</b> Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? <i>If "Yes," complete Schedule C, Part II</i>   |     | X  |
| 5 Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? <i>If "Yes," complete Schedule C, Part III</i>   |     | X  |
| 6 Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? <i>If "Yes," complete Schedule D, Part I</i>  |     | X  |
| 7 Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? <i>If "Yes," complete Schedule D, Part II</i>  |     | X  |
| 8 Did the organization maintain collections of works of art, historical treasures, or other similar assets? <i>If "Yes," complete Schedule D, Part III</i>   |     | X  |
| 9 Did the organization report an amount in Part X, line 21, for escrow or custodial account liability; serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? <i>If "Yes," complete Schedule D, Part IV</i>            |     | X  |
| 10 Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? <i>If "Yes," complete Schedule D, Part V</i>   |     | X  |
| 11 If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable.   |     |    |
| a Did the organization report an amount for land, buildings, and equipment in Part X, line 10? <i>If "Yes," complete Schedule D, Part VI</i>   | X   |    |
| b Did the organization report an amount for investments - other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VII</i>   |     | X  |
| c Did the organization report an amount for investments - program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VIII</i>   |     | X  |
| d Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part IX</i>  |     | X  |
| e Did the organization report an amount for other liabilities in Part X, line 25? <i>If "Yes," complete Schedule D, Part X</i>   |     | X  |
| f Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? <i>If "Yes," complete Schedule D, Part X</i>  | X   |    |
| 12a Did the organization obtain separate, independent audited financial statements for the tax year? <i>If "Yes," complete Schedule D, Parts XI and XII</i>  | X   |    |
| b Was the organization included in consolidated, independent audited financial statements for the tax year? <i>If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI and XII is optional</i>   |     | X  |
| 13 Is the organization a school described in section 170(b)(1)(A)(ii)? <i>If "Yes," complete Schedule E</i>  |     | X  |
| 14a Did the organization maintain an office, employees, or agents outside of the United States?  |     | X  |
| b Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? <i>If "Yes," complete Schedule F, Parts I and IV</i> |     | X  |
| 15 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? <i>If "Yes," complete Schedule F, Parts II and IV</i>  |     | X  |
| 16 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? <i>If "Yes," complete Schedule F, Parts III and IV</i>  |     | X  |
| 17 Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? <i>If "Yes," complete Schedule G, Part I</i>   |     | X  |
| 18 Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? <i>If "Yes," complete Schedule G, Part II</i>   | X   |    |
| 19 Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? <i>If "Yes," complete Schedule G, Part III</i>   |     | X  |
| 20a Did the organization operate one or more hospital facilities? <i>If "Yes," complete Schedule H</i>   |     | X  |
| b <i>If "Yes" to line 20a, did the organization attach a copy of its audited financial statements to this return?</i>  |     |    |

**Part IV Checklist of Required Schedules** (continued)

|  |  | Yes | No |
|--|--|-----|----|
| 21   | Did the organization report more than \$5,000 of grants and other assistance to any government or organization in the United States on Part IX, column (A), line 1? <i>If "Yes," complete Schedule I, Parts I and II</i>   |     | X  |
| 22   | Did the organization report more than \$5,000 of grants and other assistance to individuals in the United States on Part IX, column (A), line 2? <i>If "Yes," complete Schedule I, Parts I and III</i>   |     | X  |
| 23   | Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? <i>If "Yes," complete Schedule J</i>  |     | X  |
| 24a  | Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? <i>If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25</i>                             |     | X  |
| b  | Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?  |     |    |
| c  | Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?   |     |    |
| d  | Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?  |     |    |
| 25a  | <b>Section 501(c)(3) and 501(c)(4) organizations.</b> Did the organization engage in an excess benefit transaction with a disqualified person during the year? <i>If "Yes," complete Schedule L, Part I</i>  |     | X  |
| b  | Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? <i>If "Yes," complete Schedule L, Part I</i>                                       |     | X  |
| 26   | Was a loan to or by a current or former officer, director, trustee, key employee, highest compensated employee, or disqualified person outstanding as of the end of the organization's tax year? <i>If "Yes," complete Schedule L, Part II</i>   |     | X  |
| 27   | Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? <i>If "Yes," complete Schedule L, Part III</i> |     | X  |
| 28   | Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):  |     |    |
| a  | A current or former officer, director, trustee, or key employee? <i>If "Yes," complete Schedule L, Part IV</i>   |     | X  |
| b  | A family member of a current or former officer, director, trustee, or key employee? <i>If "Yes," complete Schedule L, Part IV</i>  |     | X  |
| c  | An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? <i>If "Yes," complete Schedule L, Part IV</i>  |     | X  |
| 29   | Did the organization receive more than \$25,000 in non-cash contributions? <i>If "Yes," complete Schedule M</i>  | X   |    |
| 30   | Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? <i>If "Yes," complete Schedule M</i>  |     | X  |
| 31   | Did the organization liquidate, terminate, or dissolve and cease operations?<br><i>If "Yes," complete Schedule N, Part I</i>   |     | X  |
| 32   | Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? <i>If "Yes," complete Schedule N, Part II</i>  |     | X  |
| 33   | Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? <i>If "Yes," complete Schedule R, Part I</i>  |     | X  |
| 34   | Was the organization related to any tax-exempt or taxable entity? <i>If "Yes," complete Schedule R, Part II, III, or IV, and Part V, line 1</i>  |     | X  |
| 35a  | Did the organization have a controlled entity within the meaning of section 512(b)(13)?  |     | X  |
| b  | If "Yes" to line 35a, did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? <i>If "Yes," complete Schedule R, Part V, line 2</i>   |     |    |
| 36   | <b>Section 501(c)(3) organizations.</b> Did the organization make any transfers to an exempt non-charitable related organization? <i>If "Yes," complete Schedule R, Part V, line 2</i>   |     | X  |
| 37   | Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? <i>If "Yes," complete Schedule R, Part VI</i>   |     | X  |
| 38   | Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11b and 19?   | X   |    |
| <b>Note.</b> All Form 990 filers are required to complete Schedule O |  |     |    |

**Part V** Statements Regarding Other IRS Filings and Tax Compliance

Check if Schedule O contains a response to any question in this Part V

|  |  | Yes | No |
|--|--|-----|----|
| <b>1a</b>  | Enter the number reported in Box 3 of Form 1096. Enter -0- if not applicable   |     |    |
|  | <b>1a</b> 32   |     |    |
| <b>b</b>   | Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable  |     |    |
|  | <b>1b</b> 0  |     |    |
| <b>c</b>   | Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?   |     |    |
|  | <b>1c</b>  |     |    |
| <b>2a</b>  | Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return  |     |    |
|  | <b>2a</b> 37   |     |    |
| <b>b</b>   | If at least one is reported on line 2a, did the organization file all required federal employment tax returns?   | X   |    |
| <b>Note.</b> If the sum of lines 1a and 2a is greater than 250, you may be required to e-file (see instructions) |  |     |    |
| <b>3a</b>  | Did the organization have unrelated business gross income of \$1,000 or more during the year?  |     | X  |
| <b>b</b>   | If "Yes," has it filed a Form 990-T for this year? If "No," provide an explanation in Schedule O   |     |    |
|  | <b>3b</b>  |     |    |
| <b>4a</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)?                                   |     | X  |
| <b>b</b>   | If "Yes," enter the name of the foreign country:<br>See instructions for filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.   |     |    |
|  | <b>4a</b>  |     |    |
| <b>5a</b>  | Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?  |     | X  |
| <b>b</b>   | Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?   |     | X  |
| <b>c</b>   | If "Yes," to line 5a or 5b, did the organization file Form 8886-T?   |     |    |
|  | <b>5c</b>  |     |    |
| <b>6a</b>  | Does the organization have annual gross receipts that are normally greater than \$100,000, and did the organization solicit any contributions that were not tax deductible as charitable contributions?  |     | X  |
| <b>b</b>   | If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?  |     |    |
|  | <b>6b</b>  |     |    |
| <b>7</b>   | <b>Organizations that may receive deductible contributions under section 170(c).</b>   |     |    |
| <b>a</b>   | Did the organization receive a payment in excess of \$75 made partly as a contribution and partly for goods and services provided to the payor?  |     | X  |
| <b>b</b>   | If "Yes," did the organization notify the donor of the value of the goods or services provided?  |     |    |
| <b>c</b>   | Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?   |     | X  |
| <b>d</b>   | If "Yes," indicate the number of Forms 8282 filed during the year  |     |    |
|  | <b>7d</b>  |     |    |
| <b>e</b>   | Did the organization receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?  |     | X  |
| <b>f</b>   | Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?   |     | X  |
| <b>g</b>   | If the organization received a contribution of qualified intellectual property, did the organization file Form 8899 as required?   | N/A |    |
| <b>h</b>   | If the organization received a contribution of cars, boats, airplanes, or other vehicles, did the organization file a Form 1098-C?   | N/A |    |
|  | <b>7g</b>  |     |    |
|  | <b>7h</b>  |     |    |
| <b>8</b>   | <b>Sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations.</b> Did the supporting organization, or a donor advised fund maintained by a sponsoring organization, have excess business holdings at any time during the year? |     |    |
|  | <b>8</b>   |     |    |
| <b>9</b>   | <b>Sponsoring organizations maintaining donor advised funds.</b>   |     |    |
| <b>a</b>   | Did the organization make any taxable distributions under section 4966?  |     |    |
|  | <b>9a</b> N/A  |     |    |
| <b>b</b>   | Did the organization make a distribution to a donor, donor advisor, or related person?   |     |    |
|  | <b>9b</b> N/A  |     |    |
| <b>10</b>  | <b>Section 501(c)(7) organizations.</b> Enter:   |     |    |
| <b>a</b>   | Initiation fees and capital contributions included on Part VIII, line 12   | N/A |    |
|  | <b>10a</b>   |     |    |
| <b>b</b>   | Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities  |     |    |
|  | <b>10b</b>   |     |    |
| <b>11</b>  | <b>Section 501(c)(12) organizations.</b> Enter:  |     |    |
| <b>a</b>   | Gross income from members or shareholders  | N/A |    |
|  | <b>11a</b>   |     |    |
| <b>b</b>   | Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)   |     |    |
|  | <b>11b</b>   |     |    |
| <b>12a</b>   | <b>Section 4947(a)(1) non-exempt charitable trusts.</b> Is the organization filing Form 990 in lieu of Form 1041?  |     |    |
|  | <b>12a</b>   |     |    |
| <b>b</b>   | If "Yes," enter the amount of tax-exempt interest received or accrued during the year  | N/A |    |
|  | <b>12b</b>   |     |    |
| <b>13</b>  | <b>Section 501(c)(29) qualified nonprofit health insurance issuers.</b>  |     |    |
| <b>a</b>   | Is the organization licensed to issue qualified health plans in more than one state?   |     |    |
|  | <b>13a</b> N/A   |     |    |
| <b>Note.</b> See the instructions for additional information the organization must report on Schedule O.         |  |     |    |
| <b>b</b>   | Enter the amount of reserves the organization is required to maintain by the states in which the organization is licensed to issue qualified health plans  |     |    |
|  | <b>13b</b>   |     |    |
| <b>c</b>   | Enter the amount of reserves on hand   |     |    |
|  | <b>13c</b>   |     |    |
| <b>14a</b>   | Did the organization receive any payments for indoor tanning services during the tax year?   |     | X  |
| <b>b</b>   | If "Yes," has it filed a Form 720 to report these payments? If "No," provide an explanation in Schedule O  |     |    |
|  | <b>14b</b>   |     |    |

Part VI Governance, Management, and Disclosure For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions.

Check if Schedule O contains a response to any question in this Part VI [X]

Section A. Governing Body and Management

Table with columns for question number, description, and Yes/No responses. Includes questions 1a through 9 regarding governing body members, relationships, and documentation.

Section B. Policies (This Section B requests information about policies not required by the Internal Revenue Code.)

Table with columns for question number, description, and Yes/No responses. Includes questions 10a through 16b regarding local chapters, conflict of interest, whistleblower, and joint ventures.

Section C. Disclosure

- 17 List the states with which a copy of this Form 990 is required to be filed None
18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (Section 501(c)(3)s only) available for public inspection.
19 Describe in Schedule O whether (and if so, how), the organization made its governing documents, conflict of interest policy, and financial statements available to the public during the tax year.
20 State the name, physical address, and telephone number of the person who possesses the books and records of the organization: PATRICE NELSON - 919-682-0538 410 LIBERTY STREET, DURHAM, NC 27701

**Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors**

Check if Schedule O contains a response to any question in this Part VII

**Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees**

**1a** Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
- List all of the organization's **current** key employees, if any. See instructions for definition of "key employee."
- List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.
- List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

Check this box if neither the organization nor any related organization compensated any current officer, director, or trustee.

| (A)<br>Name and Title                           | (B)<br>Average hours per week (list any hours for related organizations below line) | (C)<br>Position (do not check more than one box, unless person is both an officer and a director/trustee) |                       |         |              |                              |        | (D)<br>Reportable compensation from the organization (W-2/1099-MISC) | (E)<br>Reportable compensation from related organizations (W-2/1099-MISC) | (F)<br>Estimated amount of other compensation from the organization and related organizations |
|---|---|---|-----------------------|---------|--------------|------------------------------|--------|--|---|---|
|   |   | Individual trustee or director  | Institutional trustee | Officer | Key employee | Highest compensated employee | Former |  |   |   |
| (1) SUSAN AMEY<br>BOARD MEMBER                  | 1.00  | X   |                       |         |              |                              |        | 0.   | 0.  | 0.  |
| (2) MONICA BARNES<br>BOARD MEMBER               | 1.00  | X   |                       |         |              |                              |        | 0.   | 0.  | 0.  |
| (3) SOPHIA CAUDLE<br>BOARD MEMBER               | 1.00  | X   |                       |         |              |                              |        | 0.   | 0.  | 0.  |
| (4) JAMES COLLINS<br>BOARD MEMBER               | 1.00  | X   |                       |         |              |                              |        | 0.   | 0.  | 0.  |
| (5) SHEENA JOHNSON COOPER<br>BOARD MEMBER       | 1.00  | X   |                       |         |              |                              |        | 0.   | 0.  | 0.  |
| (6) BYINNA CROWDER<br>BOARD MEMBER              | 1.00  | X   |                       |         |              |                              |        | 0.   | 0.  | 0.  |
| (7) RANDY FLETCHER<br>TREASURER & FINANCE CHAIR | 4.00  | X   |                       | X       |              |                              |        | 0.   | 0.  | 0.  |
| (8) LAURA FLICKER<br>BOARD MEMBER               | 1.00  | X   |                       |         |              |                              |        | 0.   | 0.  | 0.  |
| (9) ELIZABETH HALLYBURTON<br>CHAIR              | 5.00  | X   |                       | X       |              |                              |        | 0.   | 0.  | 0.  |
| (10) VANESSA HODGES<br>BOARD MEMBER             | 1.00  | X   |                       |         |              |                              |        | 0.   | 0.  | 0.  |
| (11) ANGELA HOLMES<br>SECRETARY                 | 1.00  | X   |                       | X       |              |                              |        | 0.   | 0.  | 0.  |
| (12) JIM JAEI<br>BOARD MEMBER                   | 1.00  | X   |                       |         |              |                              |        | 0.   | 0.  | 0.  |
| (13) BROOKE JENKINS<br>BOARD MEMBER             | 1.00  | X   |                       |         |              |                              |        | 0.   | 0.  | 0.  |
| (14) JONAH KENDALL<br>BOARD MEMBER              | 1.00  | X   |                       |         |              |                              |        | 0.   | 0.  | 0.  |
| (15) JAMES MAXWELL<br>BOARD MEMBER              | 1.00  | X   |                       |         |              |                              |        | 0.   | 0.  | 0.  |
| (16) FRANK MEACHEM<br>BOARD MEMBER              | 1.00  | X   |                       |         |              |                              |        | 0.   | 0.  | 0.  |
| (17) SUSAN OLIVE<br>VICE CHAIR                  | 1.00  | X   |                       | X       |              |                              |        | 0.   | 0.  | 0.  |



**Part VII** Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (continued)

| (A)<br>Name and title  | (B)<br>Average hours per week (list any hours for related organizations below line) | (C)<br>Position (do not check more than one box, unless person is both an officer and a director/trustee) |                       |         |              |                              |          | (D)<br>Reportable compensation from the organization (W-2/1099-MISC) | (E)<br>Reportable compensation from related organizations (W-2/1099-MISC) | (F)<br>Estimated amount of other compensation from the organization and related organizations |
|--|---|---|-----------------------|---------|--------------|------------------------------|----------|--|---|---|
|  |   | Individual trustee or director  | Institutional trustee | Officer | Key employee | Highest compensated employee | Former   |  |   |   |
| (18) MURREY OLMSTEAD<br>BOARD MEMBER                           | 1.00  | X   |                       |         |              |                              | 0.       | 0.   | 0.  |   |
| (19) BRUCE PLENT<br>BOARD MEMBER                               | 1.00  | X   |                       |         |              |                              | 0.       | 0.   | 0.  |   |
| (20) DAVID SOTOLONGO<br>BOARD MEMBER                           | 1.00  | X   |                       |         |              |                              | 0.       | 0.   | 0.  |   |
| (21) BOB WALKER<br>BOARD MEMBER                                | 1.00  | X   |                       |         |              |                              | 0.       | 0.   | 0.  |   |
| (22) YVETTE WEST<br>BOARD MEMBER                               | 1.00  | X   |                       |         |              |                              | 0.       | 0.   | 0.  |   |
| (23) PATRICE NELSON<br>EXECUTIVE DIRECTOR                      | 50.00   |   |                       | X       |              |                              | 75,000.  | 0.   | 11,138.   |   |
| (24) GREGG LASSETER<br>FINANCE DIRECTOR                        | 45.00   |   |                       | X       |              |                              | 42,565.  | 0.   | 10,875.   |   |
| (25) RICHARD MORIN<br>NEW FINANCE DIRECTOR                     | 43.00   |   |                       | X       |              |                              | 5,606.   | 0.   | 0.  |   |
| <b>1b Sub-total</b>  |   |   |                       |         |              |                              | 123,171. | 0.   | 22,013.   |   |
| <b>c Total from continuation sheets to Part VII, Section A</b> |   |   |                       |         |              |                              | 0.       | 0.   | 0.  |   |
| <b>d Total (add lines 1b and 1c)</b>                           |   |   |                       |         |              |                              | 123,171. | 0.   | 22,013.   |   |

2 Total number of individuals (including but not limited to those listed above) who received more than \$100,000 of reportable compensation from the organization **0**

|  | Yes | No |
|--|-----|----|
| 3 Did the organization list any former officer, director, or trustee, key employee, or highest compensated employee on line 1a? If "Yes," complete Schedule J for such individual  | 3   | X  |
| 4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If "Yes," complete Schedule J for such individual | 4   | X  |
| 5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? If "Yes," complete Schedule J for such person                       | 5   | X  |

**Section B. Independent Contractors**

1 Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year.

| (A)<br>Name and business address | (B)<br>Description of services | (C)<br>Compensation |
|----------------------------------|--------------------------------|---------------------|
| NONE                             |                                |                     |
|                                  |                                |                     |
|                                  |                                |                     |
|                                  |                                |                     |
|                                  |                                |                     |

2 Total number of independent contractors (including but not limited to those listed above) who received more than \$100,000 of compensation from the organization **0**



**Part VIII Statement of Revenue**

Check if Schedule O contains a response to any question in this Part VIII

|   |  | (A)<br>Total revenue                                     | (B)<br>Related or<br>exempt function<br>revenue | (C)<br>Unrelated<br>business<br>revenue | (D)<br>Revenue excluded<br>from tax under<br>sections 512,<br>513, or 514 |  |
|---|--|--|---|---|---|--|
| <b>Contributions, Gifts, Grants<br/>and Other Similar Amounts</b>       | <b>1 a</b> Federated campaigns   | <b>1a</b> 17,740.  |   |   |   |  |
|   | <b>b</b> Membership dues   | <b>1b</b>  |   |   |   |  |
|   | <b>c</b> Fundraising events  | <b>1c</b>  |   |   |   |  |
|   | <b>d</b> Related organizations   | <b>1d</b>  |   |   |   |  |
|   | <b>e</b> Government grants (contributions)   | <b>1e</b> 293,075.                                       |   |   |   |  |
|   | <b>f</b> All other contributions, gifts, grants, and<br>similar amounts not included above   | <b>1f</b> 1,728,709.                                     |   |   |   |  |
|   | <b>g</b> Noncash contributions included in lines 1a-1f: \$   | 750,507.   |   |   |   |  |
|   | <b>h Total.</b> Add lines 1a-1f  | ▶ 2,039,524.   |   |   |   |  |
|   | <b>Program Service<br/>Revenue</b>   | <b>2 a</b>   | Business Code                                   |   |   |  |
| <b>b</b>  |  |  |   |   |   |  |
| <b>c</b>  |  |  |   |   |   |  |
| <b>d</b>  |  |  |   |   |   |  |
| <b>e</b>  |  |  |   |   |   |  |
| <b>f</b> All other program service revenue                              |  |  |   |   |   |  |
| <b>g Total.</b> Add lines 2a-2f   |  | ▶  |   |   |   |  |
| <b>Other Revenue</b>  | <b>3</b> Investment income (including dividends, interest, and<br>other similar amounts)   | ▶  | 2,187.  |   | 2,187.  |  |
|   | <b>4</b> Income from investment of tax-exempt bond proceeds  | ▶  |   |   |   |  |
|   | <b>5</b> Royalties   | ▶  |   |   |   |  |
|   | <b>6 a</b> Gross rents   | (i) Real   |   |   |   |  |
|   |  | (ii) Personal  |   |   |   |  |
|   |  | <b>b</b> Less: rental expenses                           |   |   |   |  |
|   |  | <b>c</b> Rental income or (loss)                         |   |   |   |  |
|   | <b>d</b> Net rental income or (loss)   | ▶  |   |   |   |  |
|   | <b>7 a</b> Gross amount from sales of<br>assets other than inventory   | (i) Securities   | 2,501.  |   |   |  |
|   |  | (ii) Other   |   |   |   |  |
|   |  | <b>b</b> Less: cost or other basis<br>and sales expenses | 0.  | 679.                                    |   |  |
|   |  | <b>c</b> Gain or (loss)                                  | 2,501.  | -679.                                   |   |  |
|   | <b>d</b> Net gain or (loss)  | ▶  | 1,822.  |   | 1,822.  |  |
|   | <b>8 a</b> Gross income from fundraising events (not<br>including \$ _____ of<br>contributions reported on line 1c). See<br>Part IV, line 18 | <b>a</b>   | 85,738.   |   |   |  |
|   |  | <b>b</b> Less: direct expenses                           | <b>b</b>  | 17,337.                                 |   |  |
| <b>c</b> Net income or (loss) from fundraising events                   |  | ▶  | 68,401.   |   | 68,401.   |  |
| <b>9 a</b> Gross income from gaming activities. See<br>Part IV, line 19 | <b>a</b>   |  |   |   |   |  |
|   | <b>b</b> Less: direct expenses   | <b>b</b>   |   |   |   |  |
|   | <b>c</b> Net income or (loss) from gaming activities   | ▶  |   |   |   |  |
| <b>10 a</b> Gross sales of inventory, less returns<br>and allowances    | <b>a</b>   |  |   |   |   |  |
|   | <b>b</b> Less: cost of goods sold  | <b>b</b>   |   |   |   |  |
|   | <b>c</b> Net income or (loss) from sales of inventory  | ▶  |   |   |   |  |
| <b>Miscellaneous Revenue</b>  |  | <b>Business Code</b>                                     |   |   |   |  |
| <b>11 a</b> <b>VENDING MACHINE</b>                                      |  | 722210   | 21,774.   | 21,774.                                 |   |  |
| <b>b</b>  |  |  |   |   |   |  |
| <b>c</b>  |  |  |   |   |   |  |
| <b>d</b> All other revenue  |  | 900099   | 13,864.   |   | 13,864.   |  |
| <b>e Total.</b> Add lines 11a-11d                                       | ▶  |  | 35,638.   |   |   |  |
| <b>12 Total revenue.</b> See instructions.                              | ▶  |  | 2,147,572.                                      | 21,774.                                 | 0. 86,274.  |  |

**Part IX Statement of Functional Expenses**

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A).

Check if Schedule O contains a response to any question in this Part IX

| Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.  | (A)<br>Total expenses | (B)<br>Program service expenses | (C)<br>Management and general expenses | (D)<br>Fundraising expenses |
|---|-----------------------|---------------------------------|--|-----------------------------|
| 1 Grants and other assistance to governments and organizations in the United States. See Part IV, line 21   |                       |                                 |  |                             |
| 2 Grants and other assistance to individuals in the United States. See Part IV, line 22   |                       |                                 |  |                             |
| 3 Grants and other assistance to governments, organizations, and individuals outside the United States. See Part IV, lines 15 and 16  |                       |                                 |  |                             |
| 4 Benefits paid to or for members   |                       |                                 |  |                             |
| 5 Compensation of current officers, directors, trustees, and key employees  | 140,169.              | 43,052.                         | 67,842.                                | 29,275.                     |
| 6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)   |                       |                                 |  |                             |
| 7 Other salaries and wages  | 604,967.              | 560,615.                        | 6,902.                                 | 37,450.                     |
| 8 Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions)  | 10,153.               | 9,488.                          | 313.                                   | 352.                        |
| 9 Other employee benefits   | 81,787.               | 74,352.                         | 2,154.                                 | 5,281.                      |
| 10 Payroll taxes  | 77,963.               | 64,033.                         | 7,191.                                 | 6,739.                      |
| 11 Fees for services (non-employees):   |                       |                                 |  |                             |
| a Management  |                       |                                 |  |                             |
| b Legal   |                       |                                 |  |                             |
| c Accounting  | 16,164.               | 12,750.                         | 2,854.                                 | 560.                        |
| d Lobbying  |                       |                                 |  |                             |
| e Professional fundraising services. See Part IV, line 17   |                       |                                 |  |                             |
| f Investment management fees  |                       |                                 |  |                             |
| g Other. (If line 11g amount exceeds 10% of line 25, column (A) amount, list line 11g expenses on Sch O.)   |                       |                                 |  |                             |
| 12 Advertising and promotion  | 2,153.                |                                 |  | 2,153.                      |
| 13 Office expenses  | 12,753.               | 5,032.                          | 747.                                   | 6,974.                      |
| 14 Information technology   |                       |                                 |  |                             |
| 15 Royalties  |                       |                                 |  |                             |
| 16 Occupancy  | 40,457.               | 37,014.                         | 1,770.                                 | 1,673.                      |
| 17 Travel   | 1,579.                | 1,318.                          | 258.                                   | 3.                          |
| 18 Payments of travel or entertainment expenses for any federal, state, or local public officials   |                       |                                 |  |                             |
| 19 Conferences, conventions, and meetings   |                       |                                 |  |                             |
| 20 Interest   | 2,151.                | 699.                            | 1,452.                                 |                             |
| 21 Payments to affiliates   |                       |                                 |  |                             |
| 22 Depreciation, depletion, and amortization  | 117,762.              | 88,321.                         | 29,441.                                |                             |
| 23 Insurance  | 12,891.               | 11,919.                         | 592.                                   | 380.                        |
| 24 Other expenses. Itemize expenses not covered above. (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O.) |                       |                                 |  |                             |
| a <b>FOOD/CLOTHING/KITCHEN</b>  | 775,873.              | 775,873.                        |  |                             |
| b <b>REPAIR AND MAINTENANCE</b>   | 32,650.               | 30,558.                         | 1,729.                                 | 363.                        |
| c <b>STAFF AND VOLUNTEER DEV</b>  | 30,759.               | 30,014.                         | 350.                                   | 395.                        |
| d <b>CONTRACT SERVICES</b>  | 29,269.               | 18,886.                         | 2,490.                                 | 7,893.                      |
| e All other expenses <b>See Sch O</b>   | 102,909.              | 67,892.                         | 21,482.                                | 13,535.                     |
| 25 <b>Total functional expenses.</b> Add lines 1 through 24e  | 2,092,409.            | 1,831,816.                      | 147,567.                               | 113,026.                    |
| 26 <b>Joint costs.</b> Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation.                              |                       |                                 |  |                             |

Check here  if following SOP 98-2 (ASC 958-720)

**Part X Balance Sheet**

Check if Schedule O contains a response to any question in this Part X

|                             |  | (A)<br>Beginning of year  |                | (B)<br>End of year |                |
|-----------------------------|--|---|----------------|--------------------|----------------|
| Assets                      | 1  | Cash - non-interest-bearing .....   | 217,703.       | 1                  | 327,377.       |
|                             | 2  | Savings and temporary cash investments .....  | 124,648.       | 2                  | 176,273.       |
|                             | 3  | Pledges and grants receivable, net .....  | 103,163.       | 3                  | 57,790.        |
|                             | 4  | Accounts receivable, net .....  | 3,555.         | 4                  | 3,305.         |
|                             | 5  | Loans and other receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L .....   |                | 5                  |                |
|                             | 6  | Loans and other receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instr). Complete Part II of Sch L ..... |                | 6                  |                |
|                             | 7  | Notes and loans receivable, net .....   |                | 7                  |                |
|                             | 8  | Inventories for sale or use .....   |                | 8                  |                |
|                             | 9  | Prepaid expenses and deferred charges .....   | 8,596.         | 9                  | 20,986.        |
|                             | 10a  | Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D .....   | 10a 2,997,966. |                    |                |
|                             | b  | Less: accumulated depreciation .....  | 10b 1,405,784. | 1,687,380.         | 10c 1,592,182. |
|                             | 11   | Investments - publicly traded securities .....  |                | 11                 |                |
|                             | 12   | Investments - other securities. See Part IV, line 11 .....  |                | 12                 |                |
|                             | 13   | Investments - program-related. See Part IV, line 11 .....   |                | 13                 |                |
|                             | 14   | Intangible assets .....   |                | 14                 |                |
|                             | 15   | Other assets. See Part IV, line 11 .....  | 25,156.        | 15                 | 26,360.        |
| 16                          | <b>Total assets.</b> Add lines 1 through 15 (must equal line 34) .....   | 2,170,201.  | 16             | 2,204,273.         |                |
| Liabilities                 | 17   | Accounts payable and accrued expenses .....   | 64,198.        | 17                 | 53,444.        |
|                             | 18   | Grants payable .....  |                | 18                 |                |
|                             | 19   | Deferred revenue .....  | 3,875.         | 19                 | 0.             |
|                             | 20   | Tax-exempt bond liabilities .....   |                | 20                 |                |
|                             | 21   | Escrow or custodial account liability. Complete Part IV of Schedule D .....   |                | 21                 |                |
|                             | 22   | Loans and other payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L .....  |                | 22                 |                |
|                             | 23   | Secured mortgages and notes payable to unrelated third parties .....  | 72,686.        | 23                 | 66,224.        |
|                             | 24   | Unsecured notes and loans payable to unrelated third parties .....  |                | 24                 |                |
|                             | 25   | Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D .....   |                | 25                 |                |
|                             | 26   | <b>Total liabilities.</b> Add lines 17 through 25 .....   | 140,759.       | 26                 | 119,668.       |
| Net Assets or Fund Balances | <b>Organizations that follow SFAS 117 (ASC 958), check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.</b> |   |                |                    |                |
|                             | 27   | Unrestricted net assets .....   | 1,970,371.     | 27                 | 2,049,480.     |
|                             | 28   | Temporarily restricted net assets .....   | 59,071.        | 28                 | 35,125.        |
|                             | 29   | Permanently restricted net assets .....   |                | 29                 |                |
|                             | <b>Organizations that do not follow SFAS 117 (ASC 958), check here <input type="checkbox"/> and complete lines 30 through 34.</b>                          |   |                |                    |                |
|                             | 30   | Capital stock or trust principal, or current funds .....  |                | 30                 |                |
|                             | 31   | Paid-in or capital surplus, or land, building, or equipment fund .....  |                | 31                 |                |
|                             | 32   | Retained earnings, endowment, accumulated income, or other funds .....  |                | 32                 |                |
| 33                          | <b>Total net assets or fund balances .....</b>   | 2,029,442.  | 33             | 2,084,605.         |                |
| 34                          | <b>Total liabilities and net assets/fund balances .....</b>  | 2,170,201.  | 34             | 2,204,273.         |                |

**Part XI Reconciliation of Net Assets**

Check if Schedule O contains a response to any question in this Part XI

|    |  |    |            |
|----|--|----|------------|
| 1  | Total revenue (must equal Part VIII, column (A), line 12)  | 1  | 2,147,572. |
| 2  | Total expenses (must equal Part IX, column (A), line 25)   | 2  | 2,092,409. |
| 3  | Revenue less expenses. Subtract line 2 from line 1   | 3  | 55,163.    |
| 4  | Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A))                      | 4  | 2,029,442. |
| 5  | Net unrealized gains (losses) on investments   | 5  |            |
| 6  | Donated services and use of facilities   | 6  |            |
| 7  | Investment expenses  | 7  |            |
| 8  | Prior period adjustments   | 8  |            |
| 9  | Other changes in net assets or fund balances (explain in Schedule O)   | 9  | 0.         |
| 10 | Net assets or fund balances at end of year. Combine lines 3 through 9 (must equal Part X, line 33, column (B)) | 10 | 2,084,605. |

**Part XII Financial Statements and Reporting**

Check if Schedule O contains a response to any question in this Part XII

|   |  | Yes | No |
|---|--|-----|----|
| 1   | Accounting method used to prepare the Form 990: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other   |     |    |
| If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O.   |  |     |    |
| 2a  | Were the organization's financial statements compiled or reviewed by an independent accountant?  |     | X  |
| If "Yes," check a box below to indicate whether the financial statements for the year were compiled or reviewed on a separate basis, consolidated basis, or both: |  |     |    |
| <input type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis                 |  |     |    |
| 2b  | Were the organization's financial statements audited by an independent accountant?   | X   |    |
| If "Yes," check a box below to indicate whether the financial statements for the year were audited on a separate basis, consolidated basis, or both:              |  |     |    |
| <input checked="" type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis      |  |     |    |
| 2c  | If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant? | X   |    |
| If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.   |  |     |    |
| 3a  | As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?   |     | X  |
| 3b  | If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits     |     |    |

Form 990 (2012)

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

Department of the Treasury  
Internal Revenue Service

**Public Charity Status and Public Support**

Complete if the organization is a section 501(c)(3) organization or a section 4947(a)(1) nonexempt charitable trust.

▶ Attach to Form 990 or Form 990-EZ. ▶ See separate instructions.

OMB No. 1545-0047

**2012**

Open to Public  
Inspection

|  |  |
|--|--|
| <b>Name of the organization</b><br><b>URBAN MINISTRIES OF DURHAM, INC.</b> | <b>Employer identification number</b><br><b>58-1505891</b> |
|--|--|

**Part I Reason for Public Charity Status** (All organizations must complete this part.) See instructions.

The organization is not a private foundation because it is: (For lines 1 through 11, check only one box.)

- 1  A church, convention of churches, or association of churches described in **section 170(b)(1)(A)(i)**.
- 2  A school described in **section 170(b)(1)(A)(ii)**. (Attach Schedule E.)
- 3  A hospital or a cooperative hospital service organization described in **section 170(b)(1)(A)(iii)**.
- 4  A medical research organization operated in conjunction with a hospital described in **section 170(b)(1)(A)(iii)**. Enter the hospital's name, city, and state: \_\_\_\_\_
- 5  An organization operated for the benefit of a college or university owned or operated by a governmental unit described in **section 170(b)(1)(A)(iv)**. (Complete Part II.)
- 6  A federal, state, or local government or governmental unit described in **section 170(b)(1)(A)(v)**.
- 7  An organization that normally receives a substantial part of its support from a governmental unit or from the general public described in **section 170(b)(1)(A)(vi)**. (Complete Part II.)
- 8  A community trust described in **section 170(b)(1)(A)(vi)**. (Complete Part II.)
- 9  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 exempt 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)**. (Complete Part III.)
- 10  An organization organized and operated exclusively to test for public safety. See **section 509(a)(4)**.
- 11  An organization organized and operated exclusively for the benefit of, to perform the functions of, or to carry out the purposes of one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2). See **section 509(a)(3)**. Check the box that describes the type of supporting organization and complete lines 11e through 11h.
  - a  Type I      b  Type II      c  Type III - Functionally integrated      d  Type III - Non-functionally integrated
- e  By checking this box, I certify that the organization is not controlled directly or indirectly by one or more disqualified persons other than foundation managers and other than one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2).
- f If the organization received a written determination from the IRS that it is a Type I, Type II, or Type III supporting organization, check this box
- g Since August 17, 2006, has the organization accepted any gift or contribution from any of the following persons?
 

|  | Yes      | No |
|--|----------|----|
| (i) A person who directly or indirectly controls, either alone or together with persons described in (ii) and (iii) below, the governing body of the supported organization? _____ | 11g(i)   |    |
| (ii) A family member of a person described in (i) above? _____   | 11g(ii)  |    |
| (iii) A 35% controlled entity of a person described in (i) or (ii) above? _____  | 11g(iii) |    |
- h Provide the following information about the supported organization(s).

| (i) Name of supported organization | (ii) EIN | (iii) Type of organization (described on lines 1-9 above or IRC section (see instructions)) | (iv) Is the organization in col. (i) listed in your governing document? |    | (v) Did you notify the organization in col. (i) of your support? |    | (vi) Is the organization in col. (i) organized in the U.S.? |    | (vii) Amount of monetary support |
|------------------------------------|----------|---|---|----|--|----|---|----|----------------------------------|
|                                    |          |   | Yes   | No | Yes  | No | Yes   | No |                                  |
|                                    |          |   |   |    |  |    |   |    |                                  |
|                                    |          |   |   |    |  |    |   |    |                                  |
|                                    |          |   |   |    |  |    |   |    |                                  |
|                                    |          |   |   |    |  |    |   |    |                                  |
|                                    |          |   |   |    |  |    |   |    |                                  |
|                                    |          |   |   |    |  |    |   |    |                                  |
|                                    |          |   |   |    |  |    |   |    |                                  |
|                                    |          |   |   |    |  |    |   |    |                                  |
|                                    |          |   |   |    |  |    |   |    |                                  |
| <b>Total</b>                       |          |   |   |    |  |    |   |    |                                  |

**Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)**

(Complete only if you checked the box on line 5, 7, or 8 of Part I or if the organization failed to qualify under Part III. If the organization fails to qualify under the tests listed below, please complete Part III.)

**Section A. Public Support**

| Calendar year (or fiscal year beginning in) ▶   | (a) 2008   | (b) 2009   | (c) 2010   | (d) 2011   | (e) 2012   | (f) Total   |
|---|------------|------------|------------|------------|------------|-------------|
| 1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.") .....  | 1,941,926. | 1,718,308. | 1,916,342. | 2,068,278. | 2,039,524. | 9,684,378.  |
| 2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf .....   |            |            |            |            |            |             |
| 3 The value of services or facilities furnished by a governmental unit to the organization without charge .....   | 190,668.   | 190,668.   | 190,668.   | 190,668.   | 190,668.   | 953,340.    |
| 4 <b>Total.</b> Add lines 1 through 3 .....   | 2,132,594. | 1,908,976. | 2,107,010. | 2,258,946. | 2,230,192. | 10,637,718. |
| 5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f) ..... |            |            |            |            |            | 732,681.    |
| 6 <b>Public support.</b> Subtract line 5 from line 4.   |            |            |            |            |            | 9,905,037.  |

**Section B. Total Support**

| Calendar year (or fiscal year beginning in) ▶  | (a) 2008   | (b) 2009   | (c) 2010   | (d) 2011   | (e) 2012   | (f) Total   |
|--|------------|------------|------------|------------|------------|-------------|
| 7 Amounts from line 4 .....  | 2,132,594. | 1,908,976. | 2,107,010. | 2,258,946. | 2,230,192. | 10,637,718. |
| 8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources ..... | 1,627.     | 371.       | 1,037.     | 1,653.     | 2,187.     | 6,875.      |
| 9 Net income from unrelated business activities, whether or not the business is regularly carried on .....                             | 618.       |            |            |            |            | 618.        |
| 10 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.) .....                               | 64,577.    | 47,984.    | 20,164.    | 52,386.    | 35,638.    | 220,749.    |
| 11 <b>Total support.</b> Add lines 7 through 10 .....  |            |            |            |            |            | 10,865,960. |
| 12 Gross receipts from related activities, etc. (see instructions) .....   |            |            |            |            | 12         | 49,852.     |

13 **First five years.** If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and **stop here**

**Section C. Computation of Public Support Percentage**

|   |    |         |
|---|----|---------|
| 14 Public support percentage for 2012 (line 6, column (f) divided by line 11, column (f)) ..... | 14 | 91.16 % |
| 15 Public support percentage from 2011 Schedule A, Part II, line 14 .....                       | 15 | 92.31 % |

16a **33 1/3% support test - 2012.** If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and **stop here.** The organization qualifies as a publicly supported organization

b **33 1/3% support test - 2011.** If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and **stop here.** The organization qualifies as a publicly supported organization

17a **10% -facts-and-circumstances test - 2012.** If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and **stop here.** Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization

b **10% -facts-and-circumstances test - 2011.** If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and **stop here.** Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization

18 **Private foundation.** If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions

**Part III Support Schedule for Organizations Described in Section 509(a)(2)**

(Complete only if you checked the box on line 9 of Part I or if the organization failed to qualify under Part II. If the organization fails to qualify under the tests listed below, please complete Part II.)

**Section A. Public Support**

| Calendar year (or fiscal year beginning in) ►   | (a) 2008 | (b) 2009 | (c) 2010 | (d) 2011 | (e) 2012 | (f) Total |
|---|----------|----------|----------|----------|----------|-----------|
| <b>1</b> Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.") .....   |          |          |          |          |          |           |
| <b>2</b> Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose ..... |          |          |          |          |          |           |
| <b>3</b> Gross receipts from activities that are not an unrelated trade or business under section 513 .....   |          |          |          |          |          |           |
| <b>4</b> Tax revenues levied for the organization's benefit and either paid to or expended on its behalf .....  |          |          |          |          |          |           |
| <b>5</b> The value of services or facilities furnished by a governmental unit to the organization without charge .....  |          |          |          |          |          |           |
| <b>6 Total.</b> Add lines 1 through 5 .....   |          |          |          |          |          |           |
| <b>7a</b> Amounts included on lines 1, 2, and 3 received from disqualified persons .....  |          |          |          |          |          |           |
| <b>b</b> Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year .....           |          |          |          |          |          |           |
| <b>c</b> Add lines 7a and 7b .....  |          |          |          |          |          |           |
| <b>8 Public support.</b> (Subtract line 7c from line 6.) .....  |          |          |          |          |          |           |

**Section B. Total Support**

| Calendar year (or fiscal year beginning in) ►   | (a) 2008 | (b) 2009 | (c) 2010 | (d) 2011 | (e) 2012 | (f) Total |
|---|----------|----------|----------|----------|----------|-----------|
| <b>9</b> Amounts from line 6 .....  |          |          |          |          |          |           |
| <b>10a</b> Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources ..... |          |          |          |          |          |           |
| <b>b</b> Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975 .....                          |          |          |          |          |          |           |
| <b>c</b> Add lines 10a and 10b .....  |          |          |          |          |          |           |
| <b>11</b> Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on .....     |          |          |          |          |          |           |
| <b>12</b> Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.) .....                                 |          |          |          |          |          |           |
| <b>13 Total support.</b> (Add lines 9, 10c, 11, and 12.) .....  |          |          |          |          |          |           |

**14 First five years.** If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and **stop here**

**Section C. Computation of Public Support Percentage**

|  |           |   |
|--|-----------|---|
| <b>15</b> Public support percentage for 2012 (line 8, column (f) divided by line 13, column (f)) ..... | <b>15</b> | % |
| <b>16</b> Public support percentage from 2011 Schedule A, Part III, line 15 .....                      | <b>16</b> | % |

**Section D. Computation of Investment Income Percentage**

|   |           |   |
|---|-----------|---|
| <b>17</b> Investment income percentage for 2012 (line 10c, column (f) divided by line 13, column (f)) ..... | <b>17</b> | % |
| <b>18</b> Investment income percentage from 2011 Schedule A, Part III, line 17 .....                        | <b>18</b> | % |

**19a 33 1/3% support tests - 2012.** If the organization did not check the box on line 14, and line 15 is more than 33 1/3%, and line 17 is not more than 33 1/3%, check this box and **stop here**. The organization qualifies as a publicly supported organization

**b 33 1/3% support tests - 2011.** If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3%, and line 18 is not more than 33 1/3%, check this box and **stop here**. The organization qualifies as a publicly supported organization

**20 Private foundation.** If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions



SCHEDULE D (Form 990)

Department of the Treasury Internal Revenue Service

Supplemental Financial Statements

Complete if the organization answered "Yes," to Form 990, Part IV, line 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b. Attach to Form 990. See separate instructions.

OMB No. 1545-0047

2012

Open to Public Inspection

Name of the organization

URBAN MINISTRIES OF DURHAM, INC.

Employer identification number

58-1505891

Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts. Complete if the organization answered "Yes" to Form 990, Part IV, line 6.

Table with 2 columns: (a) Donor advised funds, (b) Funds and other accounts. Rows include: 1 Total number at end of year, 2 Aggregate contributions to (during year), 3 Aggregate grants from (during year), 4 Aggregate value at end of year, 5 Did the organization inform all donors...?, 6 Did the organization inform all grantees...?

Part II Conservation Easements. Complete if the organization answered "Yes" to Form 990, Part IV, line 7.

Form with multiple sections: 1 Purpose(s) of conservation easements, 2 Complete lines 2a through 2d if the organization held a qualified conservation contribution, 3 Number of conservation easements modified..., 4 Number of states where property subject to conservation easement is located, 5 Does the organization have a written policy..., 6 Staff and volunteer hours..., 7 Amount of expenses..., 8 Does each conservation easement..., 9 In Part XIII, describe how the organization reports...

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.

Complete if the organization answered "Yes" to Form 990, Part IV, line 8.

Form with sections: 1a If the organization elected, as permitted under SFAS 116 (ASC 958), not to report..., 1b If the organization elected, as permitted under SFAS 116 (ASC 958), to report..., 2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain...

**Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets** (continued)

3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply):

- a  Public exhibition
- b  Scholarly research
- c  Preservation for future generations
- d  Loan or exchange programs
- e  Other \_\_\_\_\_

4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIII.

5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection?  Yes  No

**Part IV Escrow and Custodial Arrangements.** Complete if the organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X?  Yes  No

b If "Yes," explain the arrangement in Part XIII and complete the following table:

|                                 | Amount |
|---------------------------------|--------|
| c Beginning balance             | 1c     |
| d Additions during the year     | 1d     |
| e Distributions during the year | 1e     |
| f Ending balance                | 1f     |

2a Did the organization include an amount on Form 990, Part X, line 21?  Yes  No

b If "Yes," explain the arrangement in Part XIII. Check here if the explanation has been provided in Part XIII

**Part V Endowment Funds.** Complete if the organization answered "Yes" to Form 990, Part IV, line 10.

|  | (a) Current year | (b) Prior year | (c) Two years back | (d) Three years back | (e) Four years back |
|--|------------------|----------------|--------------------|----------------------|---------------------|
| 1a Beginning of year balance                     |                  |                |                    |                      |                     |
| b Contributions                                  |                  |                |                    |                      |                     |
| c Net investment earnings, gains, and losses     |                  |                |                    |                      |                     |
| d Grants or scholarships                         |                  |                |                    |                      |                     |
| e Other expenditures for facilities and programs |                  |                |                    |                      |                     |
| f Administrative expenses                        |                  |                |                    |                      |                     |
| g End of year balance                            |                  |                |                    |                      |                     |

2 Provide the estimated percentage of the current year end balance (line 1g, column (a)) held as:

- a Board designated or quasi-endowment  %
- b Permanent endowment  %
- c Temporarily restricted endowment  %

The percentages in lines 2a, 2b, and 2c should equal 100%.

3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:

|   | Yes    | No |
|---|--------|----|
| (i) unrelated organizations   | 3a(i)  |    |
| (ii) related organizations  | 3a(ii) |    |
| b If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R? | 3b     |    |

4 Describe in Part XIII the intended uses of the organization's endowment funds.

**Part VI Land, Buildings, and Equipment.** See Form 990, Part X, line 10.

| Description of property  | (a) Cost or other basis (investment) | (b) Cost or other basis (other) | (c) Accumulated depreciation | (d) Book value |
|--|--------------------------------------|---------------------------------|------------------------------|----------------|
| 1a Land  |                                      |                                 |                              |                |
| b Buildings  |                                      | 2,555,329.                      | 1,104,835.                   | 1,450,494.     |
| c Leasehold improvements   |                                      | 27,947.                         | 16,194.                      | 11,753.        |
| d Equipment  |                                      | 410,865.                        | 281,727.                     | 129,138.       |
| e Other  |                                      | 3,825.                          | 3,028.                       | 797.           |
| <b>Total.</b> Add lines 1a through 1e. (Column (d) must equal Form 990, Part X, column (B), line 10(c).) |                                      |                                 |                              | 1,592,182.     |

Part VII Investments - Other Securities. See Form 990, Part X, line 12.

Table with 3 columns: (a) Description of security or category, (b) Book value, (c) Method of valuation. Rows include Financial derivatives, Closely-held equity interests, and Other (A-I).

Part VIII Investments - Program Related. See Form 990, Part X, line 13.

Table with 3 columns: (a) Description of investment type, (b) Book value, (c) Method of valuation. Rows numbered 1 through 10.

Part IX Other Assets. See Form 990, Part X, line 15.

Table with 2 columns: (a) Description, (b) Book value. Rows numbered 1 through 10.

Part X Other Liabilities. See Form 990, Part X, line 25.

Table with 2 columns: (a) Description of liability, (b) Book value. Section 1 includes Federal income taxes and rows 2-11.

2. FIN 48 (ASC 740) Footnote. In Part XIII, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48 (ASC 740). Check here if the text of the footnote has been provided in Part XIII [X]

| <b>Part XI Reconciliation of Revenue per Audited Financial Statements With Revenue per Return</b> |   |    |            |
|---|---|----|------------|
| 1   | Total revenue, gains, and other support per audited financial statements        | 1  | 2,506,620. |
| 2   | Amounts included on line 1 but not on Form 990, Part VIII, line 12:             |    |            |
| a   | Net unrealized gains on investments   | 2a |            |
| b   | Donated services and use of facilities  | 2b | 341,711.   |
| c   | Recoveries of prior year grants   | 2c |            |
| d   | Other (Describe in Part XIII.)  | 2d | 17,337.    |
| e   | Add lines 2a through 2d   | 2e | 359,048.   |
| 3   | Subtract line 2e from line 1  | 3  | 2,147,572. |
| 4   | Amounts included on Form 990, Part VIII, line 12, but not on line 1:            |    |            |
| a   | Investment expenses not included on Form 990, Part VIII, line 7b                | 4a |            |
| b   | Other (Describe in Part XIII.)  | 4b |            |
| c   | Add lines 4a and 4b   | 4c | 0.         |
| 5   | Total revenue. Add lines 3 and 4c. (This must equal Form 990, Part I, line 12.) | 5  | 2,147,572. |

| <b>Part XII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return</b> |  |    |            |
|--|--|----|------------|
| 1  | Total expenses and losses per audited financial statements                       | 1  | 2,451,457. |
| 2  | Amounts included on line 1 but not on Form 990, Part IX, line 25:                |    |            |
| a  | Donated services and use of facilities   | 2a | 341,711.   |
| b  | Prior year adjustments   | 2b |            |
| c  | Other losses   | 2c |            |
| d  | Other (Describe in Part XIII.)   | 2d | 17,337.    |
| e  | Add lines 2a through 2d  | 2e | 359,048.   |
| 3  | Subtract line 2e from line 1   | 3  | 2,092,409. |
| 4  | Amounts included on Form 990, Part IX, line 25, but not on line 1:               |    |            |
| a  | Investment expenses not included on Form 990, Part VIII, line 7b                 | 4a |            |
| b  | Other (Describe in Part XIII.)   | 4b |            |
| c  | Add lines 4a and 4b  | 4c | 0.         |
| 5  | Total expenses. Add lines 3 and 4c. (This must equal Form 990, Part I, line 18.) | 5  | 2,092,409. |

**Part XIII Supplemental Information**

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X, line 2; Part XI, lines 2d and 4b; and Part XII, lines 2d and 4b. Also complete this part to provide any additional information.

**Part X, Line 2: The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2).**

**In June 2006, the Financial Accounting Standards Board (FASB) issued FASB interpretation No. 48 (FIN 48), Accounting for Uncertainty in Income**

**Part XIII** Supplemental Information (continued)

Taxes, which clarifies the accounting for uncertainty in income taxes recognized in the financial statements in accordance with the former Statement of Financial Accounting Standards (SFAS) 109, Accounting for Income Taxes, now FASB Accounting Standards Codification (ASC) 740, Income Taxes. FIN 48 provides that a tax benefit from an uncertain tax position may be recognized when it is more-likely-than-not that a position will be sustained upon examination, including resolutions of any related appeals or litigation processes, based on the technical merits. Income tax positions must meet a more-likely-than-not recognition threshold at the effective date to be recognized upon the adoption of FIN 48 and in subsequent periods. On December 30, 2008, the FASB Staff issued FASB Staff Position (FSP) FIN 48-3, Effective Date of FASB Interpretation No. 48 for Certain Nonpublic Enterprises. The guidance in FSP FIN 48-3 deferred the provisions of FIN 48 until fiscal years beginning after December 15, 2008. The Organization adopted the provisions of FIN 48 effective for the fiscal period ended June 30, 2010. There was no material impact on the Organization's results of operations or financial condition upon adoption of FIN 48.

The Organization is not currently under examination by the Internal Revenue Service or the State of North Carolina. The Organization's taxable years that are open for potential examination by the Internal Revenue Service are for the years ended June 30, 2010 through 2013. The Organization's open tax years for potential examination by the State of North Carolina are for the years ended June 30, 2010 through 2013.

Part XI, Line 2d - Other Adjustments:

**EVENTS EXPENSE INCLUDED ON STATEMENT OF REVENUE** 17,337.

**Part XIII** Supplemental Information *(continued)*

Part XII, Line 2d - Other Adjustments:

EVENTS EXPENSE INCLUDED ON STATEMENT OF REVENUE 17,337.





**Part II Fundraising Events.** Complete if the organization answered "Yes" to Form 990, Part IV, line 18, or reported more than \$15,000 of fundraising event contributions and gross income on Form 990-EZ, lines 1 and 6b. List events with gross receipts greater than \$5,000.

|                 |   | (a) Event #1  | (b) Event #2     | (c) Other events | (d) Total events                |            |
|-----------------|---|---|------------------|------------------|---------------------------------|------------|
|                 |   | EMPTY BOWLS WALK  | CROP HUNGER WALK | 4                | (add col. (a) through col. (c)) |            |
|                 |   | (event type)  | (event type)     | (total number)   |                                 |            |
| Revenue         | 1   | Gross receipts  | 58,389.          | 11,694.          | 15,655.                         | 85,738.    |
|                 | 2   | Less: Contributions   |                  |                  |                                 |            |
|                 | 3   | Gross income (line 1 minus line 2)                          | 58,389.          | 11,694.          | 15,655.                         | 85,738.    |
| Direct Expenses | 4   | Cash prizes   |                  |                  |                                 |            |
|                 | 5   | Noncash prizes  |                  |                  |                                 |            |
|                 | 6   | Rent/facility costs   | 3,951.           |                  | 7,359.                          | 11,310.    |
|                 | 7   | Food and beverages  |                  |                  | 2,064.                          | 2,064.     |
|                 | 8   | Entertainment   |                  |                  | 2,000.                          | 2,000.     |
|                 | 9   | Other direct expenses                                       | 1,142.           |                  | 821.                            | 1,963.     |
|                 | 10  | Direct expense summary. Add lines 4 through 9 in column (d) |                  |                  |                                 | ( 17,337 ) |
| 11              | Net income summary. Combine line 3, column (d), and line 10 |   |                  |                  | 68,401.                         |            |

**Part III Gaming.** Complete if the organization answered "Yes" to Form 990, Part IV, line 19, or reported more than \$15,000 on Form 990-EZ, line 6a.

|                 |   | (a) Bingo             | (b) Pull tabs/instant bingo/progressive bingo                       | (c) Other gaming  | (d) Total gaming (add col. (a) through col. (c))                    |
|-----------------|---|-----------------------|---|---|---|
|                 |   | 1                     | Gross revenue   |   |   |
| Direct Expenses | 2   | Cash prizes           |   |   |   |
|                 | 3   | Noncash prizes        |   |   |   |
|                 | 4   | Rent/facility costs   |   |   |   |
|                 | 5   | Other direct expenses |   |   |   |
|                 | 6   | Volunteer labor       | <input type="checkbox"/> Yes _____ %<br><input type="checkbox"/> No | <input type="checkbox"/> Yes _____ %<br><input type="checkbox"/> No | <input type="checkbox"/> Yes _____ %<br><input type="checkbox"/> No |
| 7               | Direct expense summary. Add lines 2 through 5 in column (d)     |                       |   |   | ( )   |
| 8               | Net gaming income summary. Combine line 1, column d, and line 7 |                       |   |   |   |

9 Enter the state(s) in which the organization operates gaming activities: \_\_\_\_\_  
 a Is the organization licensed to operate gaming activities in each of these states?  Yes  No  
 b If "No," explain: \_\_\_\_\_

10a Were any of the organization's gaming licenses revoked, suspended or terminated during the tax year?  Yes  No  
 b If "Yes," explain: \_\_\_\_\_

- 11 Does the organization operate gaming activities with nonmembers?  Yes  No
- 12 Is the organization a grantor, beneficiary or trustee of a trust or a member of a partnership or other entity formed to administer charitable gaming?  Yes  No
- 13 Indicate the percentage of gaming activity operated in:
 

|                               |     |   |
|-------------------------------|-----|---|
| a The organization's facility | 13a | % |
| b An outside facility         | 13b | % |
- 14 Enter the name and address of the person who prepares the organization's gaming/special events books and records:

Name ▶ \_\_\_\_\_

Address ▶ \_\_\_\_\_

- 15a Does the organization have a contract with a third party from whom the organization receives gaming revenue?  Yes  No
- b If "Yes," enter the amount of gaming revenue received by the organization ▶ \$ \_\_\_\_\_ and the amount of gaming revenue retained by the third party ▶ \$ \_\_\_\_\_.
- c If "Yes," enter name and address of the third party:

Name ▶ \_\_\_\_\_

Address ▶ \_\_\_\_\_

16 Gaming manager information:

Name ▶ \_\_\_\_\_

Gaming manager compensation ▶ \$ \_\_\_\_\_

Description of services provided ▶ \_\_\_\_\_

- Director/officer
- Employee
- Independent contractor

17 Mandatory distributions:

- a Is the organization required under state law to make charitable distributions from the gaming proceeds to retain the state gaming license?  Yes  No
- b Enter the amount of distributions required under state law to be distributed to other exempt organizations or spent in the organization's own exempt activities during the tax year ▶ \$ \_\_\_\_\_

**Part IV** **Supplemental Information.** Complete this part to provide the explanations required by Part I, line 2b, columns (iii) and (v), and Part III, lines 9, 9b, 10b, 15b, 15c, 16, and 17b, as applicable. Also complete this part to provide any additional information (see instructions).

**SCHEDULE M  
(Form 990)**

**Noncash Contributions**

OMB No. 1545-0047

**2012**

Open to Public Inspection

Department of the Treasury  
Internal Revenue Service

▶ Complete if the organizations answered "Yes" on Form 990, Part IV, lines 29 or 30.  
▶ Attach to Form 990.

Name of the organization: **URBAN MINISTRIES OF DURHAM, INC.** Employer identification number: **58-1505891**

| Part I | Types of Property   | (a)<br>Check if applicable | (b)<br>Number of contributions or items contributed | (c)<br>Noncash contribution amounts reported on Form 990, Part VIII, line 1g | (d)<br>Method of determining noncash contribution amounts |
|--------|---|----------------------------|---|--|---|
| 1      | Art - Works of art  |                            |   |  |   |
| 2      | Art - Historical treasures                                |                            |   |  |   |
| 3      | Art - Fractional interests                                |                            |   |  |   |
| 4      | Books and publications                                    |                            |   |  |   |
| 5      | Clothing and household goods                              | X                          |   | 98,238.  | FAIR MARKET VALUE   |
| 6      | Cars and other vehicles                                   |                            |   |  |   |
| 7      | Boats and planes  |                            |   |  |   |
| 8      | Intellectual property                                     |                            |   |  |   |
| 9      | Securities - Publicly traded                              |                            |   |  |   |
| 10     | Securities - Closely held stock                           |                            |   |  |   |
| 11     | Securities - Partnership, LLC, or trust interests         |                            |   |  |   |
| 12     | Securities - Miscellaneous                                |                            |   |  |   |
| 13     | Qualified conservation contribution - Historic structures |                            |   |  |   |
| 14     | Qualified conservation contribution - Other               |                            |   |  |   |
| 15     | Real estate - Residential                                 |                            |   |  |   |
| 16     | Real estate - Commercial                                  |                            |   |  |   |
| 17     | Real estate - Other                                       |                            |   |  |   |
| 18     | Collectibles  |                            |   |  |   |
| 19     | Food inventory  | X                          |   | 624,656.   | FAIR MARKET VALUE   |
| 20     | Drugs and medical supplies                                |                            |   |  |   |
| 21     | Taxidermy   |                            |   |  |   |
| 22     | Historical artifacts                                      |                            |   |  |   |
| 23     | Scientific specimens                                      |                            |   |  |   |
| 24     | Archeological artifacts                                   |                            |   |  |   |
| 25     | Other ▶ ( <u>IT EQUIPMENT</u> )                           | X                          | 1   | 12,713.  | FAIR MARKET VALUE   |
| 26     | Other ▶ ( <u>FURNITURE</u> )                              | X                          | 1   | 5,500.   | FAIR MARKET VALUE   |
| 27     | Other ▶ ( )   |                            |   |  |   |
| 28     | Other ▶ ( )   |                            |   |  |   |

29 Number of Forms 8283 received by the organization during the tax year for contributions for which the organization completed Form 8283, Part IV, Donee Acknowledgement **29**

|   | Yes | No |
|---|-----|----|
| 30a During the year, did the organization receive by contribution any property reported in Part I, lines 1-28 that it must hold for at least three years from the date of the initial contribution, and which is not required to be used for exempt purposes for the entire holding period? |     | X  |
| b If "Yes," describe the arrangement in Part II.  |     |    |
| 31 Does the organization have a gift acceptance policy that requires the review of any non-standard contributions?  |     | X  |
| 32a Does the organization hire or use third parties or related organizations to solicit, process, or sell noncash contributions?  |     | X  |
| b If "Yes," describe in Part II.  |     |    |
| 33 If the organization did not report an amount in column (c) for a type of property for which column (a) is checked, describe in Part II.  |     |    |

**SCHEDULE O**  
**(Form 990 or 990-EZ)**

Department of the Treasury  
Internal Revenue Service

**Supplemental Information to Form 990 or 990-EZ**

Complete to provide information for responses to specific questions on  
Form 990 or 990-EZ or to provide any additional information.  
▶ Attach to Form 990 or 990-EZ.

OMB No. 1545-0047

**2012**

Open to Public  
Inspection

Name of the organization

URBAN MINISTRIES OF DURHAM, INC.

Employer identification number

58-1505891

Form 990, Part I, Line 1, Description of Organization Mission:

HOMELESSNESS IN OUR COMMUNITY; AND TO PROVIDE EDUCATION RELATING TO THE  
NEEDS OF THOSE WE SERVE. OUR CORE VALUES ARE TO CARRY OUT THIS MISSION  
WHILE PROVIDING A WELCOMING, CARING AND COMPASSIONATE ENVIRONMENT THAT  
AFFIRMS THE DIGNITY OF OUR GUESTS, VOLUNTEERS AND STAFF WITHOUT  
DISTINCTION BASED ON RACE, RELIGION, OR OTHER PERSONAL FACTORS.

Form 990, Part III, Line 1, Description of Organization Mission:

CARING AND COMPASSIONATE ENVIRONMENT THAT AFFIRMS THE DIGNITY OF OUR  
GUESTS, VOLUNTEERS AND STAFF WITHOUT DISTINCTION BASED ON RACE,  
RELIGION, OR OTHER PERSONAL FACTORS.

Form 990, Part III, Line 4d, Other Program Services:

OTHER PROGRAM SERVICES CONSIST OF THE HUD PROGRAM AND COMMUNITY  
OUTREACH.

Expenses \$ 43,093. including grants of \$ 0. Revenue \$ 0.

Form 990, Part VI, Section B, line 11: THE FINANCE COMMITTEE REVIEWS FORM  
990 AND MAKES A RECOMMENDATION TO THE EXECUTIVE COMMITTEE AND BOARD OF  
DIRECTORS TO APPROVE THE FORM.

Form 990, Part VI, Section B, Line 12c: BOARD MEMBERS ARE RESPONSIBLE FOR  
REVEALING FINANCIAL OR OTHER INTERESTS IN CONTRACTS AND TRANSACTIONS OF THE  
ORGANIZATION AND MUST REFRAIN FROM DISCUSSION AND VOTING IN SUCH INSTANCES.  
THE BOARD MAY CHOOSE TO ENTER INTO A CONTRACT OR TRANSACTION IN WHICH A  
BOARD MEMBER HAS AN INTEREST IF SUCH ACTION IS FAIR AND IN THE BEST

Name of the organization

URBAN MINISTRIES OF DURHAM, INC.

Employer identification number

58-1505891

INTEREST OF THE ORGANIZATION.

Form 990, Part VI, Section B, Line 15: THE BOARD OF DIRECTORS DOES NOT RECEIVE COMPENSATION FOR THEIR SERVICES. THE EXECUTIVE COMMITTEE, BY QUORUM OF 2/3 OF ITS MEMBERS, DETERMINES COMPENSATION FOR THE ORGANIZATION'S OFFICERS AND KEY EMPLOYEES BY COMPARING COMPENSATION OF SIMILARLY SIZED ORGANIZATIONS AND MARKET INFORMATION. THE DETERMINATION IS DOCUMENTED IN THE COMMITTEE MEETING'S MINUTES.

Form 990, Part VI, Section C, Line 19: THE ORGANIZATION HAS THE MOST CURRENT FORM 990 POSTED ON THEIR WEBSITE AVAILABLE FOR THE PUBLIC VIA THE INTERNET. IF INTERNET IS NOT AVAILABLE, THE FORM MAY BE REQUESTED AT THE OFFICE OF THE ORGANIZATION.

Form 990, Part IX, Line 24e, All Other Functional Expenses:CLIENT/RESIDENT LIFE SUPPLIES:

|                                 |         |
|---------------------------------|---------|
| Program service expenses        | 25,575. |
| Management and general expenses | 0.      |
| Fundraising expenses            | 0.      |
| Total expenses                  | 25,575. |

CONTRACT SECURITY:

|                                 |         |
|---------------------------------|---------|
| Program service expenses        | 15,090. |
| Management and general expenses | 0.      |
| Fundraising expenses            | 0.      |
| Total expenses                  | 15,090. |

BAD DEBTS:232212  
01-04-13

Name of the organization

URBAN MINISTRIES OF DURHAM, INC.

Employer identification number

58-1505891

|                                 |         |
|---------------------------------|---------|
| Program service expenses        | 0.      |
| Management and general expenses | 13,385. |
| Fundraising expenses            | 0.      |
| Total expenses                  | 13,385. |

## PRINTING:

|                                 |         |
|---------------------------------|---------|
| Program service expenses        | 1,842.  |
| Management and general expenses | 932.    |
| Fundraising expenses            | 7,536.  |
| Total expenses                  | 10,310. |

## TELEPHONE:

|                                 |        |
|---------------------------------|--------|
| Program service expenses        | 7,912. |
| Management and general expenses | 1,240. |
| Fundraising expenses            | 525.   |
| Total expenses                  | 9,677. |

## CLIENT FINANCIAL ASSISTANCE:

|                                 |        |
|---------------------------------|--------|
| Program service expenses        | 9,127. |
| Management and general expenses | 0.     |
| Fundraising expenses            | 0.     |
| Total expenses                  | 9,127. |

## POSTAGE AND SHIPPING:

|                                 |        |
|---------------------------------|--------|
| Program service expenses        | 3,842. |
| Management and general expenses | 509.   |
| Fundraising expenses            | 4,014. |
| Total expenses                  | 8,365. |

Name of the organization

URBAN MINISTRIES OF DURHAM, INC.

Employer identification number

58-1505891

**EQUIPMENT RENTAL:**

|                                 |               |
|---------------------------------|---------------|
| Program service expenses        | 3,085.        |
| Management and general expenses | 995.          |
| Fundraising expenses            | 856.          |
| <b>Total expenses</b>           | <b>4,936.</b> |

**OTHER EXPENSES:**

|                                 |               |
|---------------------------------|---------------|
| Program service expenses        | 0.            |
| Management and general expenses | 4,212.        |
| Fundraising expenses            | 0.            |
| <b>Total expenses</b>           | <b>4,212.</b> |

**DUES AND SUBSCRIPTIONS:**

|   |                 |
|---|-----------------|
| Program service expenses  | 1,419.          |
| Management and general expenses                                   | 209.            |
| Fundraising expenses  | 604.            |
| <b>Total expenses</b>   | <b>2,232.</b>   |
| <b>Total Other Expenses on Form 990, Part IX, line 24e, Col A</b> | <b>102,909.</b> |

Form 990, Part XI, Line 2c

**OVERSIGHT OF THE AUDIT****THE PROCESS HAS NOT CHANGED FROM THE PRIOR YEAR.**