

Short Form

Return of Organization Exempt From Income Tax

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

Sponsoring organizations, and controlling organizations as defined in section 512(b)(13) must file Form 990. All other organizations with gross receipts less than \$100,000 and total assets less than \$250,000 at the end of the year may use this form.

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

2007

Open to Public Inspection

Form 990-EZ

Department of the Treasury Internal Revenue Service

A For the 2007 calendar year, or tax year beginning 06/01, 2007, and ending 05/31, 20 08

B Check if applicable:

- Address change, Name change, Initial return, Termination, Amended return, Application pending

Please use IRS label or print or type. See Specific Instructions.

C Name of organization: PENN NATIONAL HOMEOWNERS ASSOCIATION, PO BOX 358, MONT ALTO, PA 17237

D Employer identification number: 25 1524288

E Telephone number: ( 717 ) 352-7230

F Group Exemption Number

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

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

I Website: PNHA.org

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

J Organization type (check only one): [X] 501(c) ( 7 ) (insert no.) [ ] 4947(a)(1) or [ ] 527

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

L Add lines 5b, 6b, and 7b, to line 9 to determine gross receipts; if \$100,000 or more, file Form 990 instead of Form 990-EZ. \$ 55,501

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See page 55 of the instructions.)

Table with 21 rows for Revenue, Expenses, and Net Assets. Revenue total: 12,760. Expenses total: 9,353. Net Assets total: 12,197.

Part II Balance Sheets—If Total assets on line 25, column (B) are \$250,000 or more, file Form 990 instead of Form 990-EZ.

(See page 60 of the instructions.)

Table with 5 rows for Balance Sheets. Total assets: 12,197. Total liabilities: 26. Net assets or fund balances: 12,197.

For Privacy Act and Paperwork Reduction Act Notice, see the separate instructions.

Cat. No. 106421

Form 990-EZ (2007)

**Part III Statement of Program Service Accomplishments** (See page 60 of the instructions.)

What is the organization's primary exempt purpose? **IMPROVE THE QUALITY OF LIFE IN THE COMMUNITY**

Describe what was achieved in carrying out the organization's exempt purposes. In a clear and concise manner, describe the services provided, the number of persons benefited, or other relevant information for each program title.

		Expenses (Required for 501(c)(3) and (4) organizations and 4947(a)(1) trusts; optional for others.)
<b>28</b>	<b>SEE ATTACHED LIST</b>	
(Grants \$ _____)	If this amount includes foreign grants, check here <input type="checkbox"/>	<b>28a</b>
<b>29</b>		
(Grants \$ _____)	If this amount includes foreign grants, check here <input type="checkbox"/>	<b>29a</b>
<b>30</b>		
(Grants \$ _____)	If this amount includes foreign grants, check here <input type="checkbox"/>	<b>30a</b>
<b>31</b>	Other program services (attach schedule)	
(Grants \$ _____)	If this amount includes foreign grants, check here <input type="checkbox"/>	<b>31a</b>
<b>32</b>	<b>Total program service expenses.</b> Add lines 28a through 31a	<b>32</b>

**Part IV List of Officers, Directors, Trustees, and Key Employees** (List each one even if not compensated. See page 61 of the instructions.)

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (if not paid, enter -0-)	(D) Contributions to employee benefit plans & deferred compensation	(E) Expense account and other allowances
<b>JOHN BYAM</b> 7094 KILLARNEY DRIVE FAYETTEVILLE, PA 17222	<b>PRESIDENT 10</b>	0	0	0
<b>DONALD WISSNER</b> 6938 ST. ANNES DRIVE FAYETTEVILLE, PA 17222	<b>VICE-PRESIDENT 10</b>	0	0	0
<b>GIFF GIFFEN</b> 3833 FARMSTEAD DRIVE FAYETTEVILLE, PA 17222	<b>TREASURER 15</b>	0	0	0
<b>FRANCIS DALEY</b> 6871 ST. ANNES DRIVE FAYETTEVILLE, PA 17222	<b>SECRETARY 5</b>	0	0	0

**Part V Other Information** (Note the statement requirement in General Instruction V.)

	Yes	No
<b>33</b> Did the organization make a change in its activities or methods of conducting activities? If "Yes," attach a detailed statement of each change		✓
<b>34</b> Were any changes made to the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes		✓
<b>35</b> If the organization had income from business activities, such as those reported on lines 2, 6, and 7 (among others), but not reported on Form 990-T, attach a statement explaining your reason for not reporting the income on Form 990-T.		
<b>a</b> Did the organization have unrelated business gross income of \$1,000 or more or 6033(e) notice, reporting, and proxy tax requirements?	✓	
<b>b</b> If "Yes," has it filed a tax return on Form 990-T for this year?	✓	
<b>36</b> Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement.		✓
<b>37a</b> Enter amount of political expenditures, direct or indirect, as described in the instructions. <b>37a</b> 0		
<b>b</b> Did the organization file Form 1120-POL for this year?		✓
<b>38a</b> Did the organization borrow from, or make any loans to, any officer, director, trustee, or key employee or were any such loans made in a prior year and still unpaid at the start of the period covered by this return?		✓
<b>b</b> If "Yes," attach the schedule specified in the line 38 instructions and enter the amount involved		
<b>39</b> 501(c)(7) organizations. Enter:		
<b>a</b> Initiation fees and capital contributions included on line 9		0
<b>b</b> Gross receipts, included on line 9, for public use of club facilities		0

**Part V Other Information** (Note the statement requirement in General Instruction V.) (Continued)

- 40a** 501(c)(3) organizations. Enter amount of tax imposed on the organization during the year under:  
 section 4911 ▶ \_\_\_\_\_ ; section 4912 ▶ \_\_\_\_\_ ; section 4955 ▶ \_\_\_\_\_
- b** 501(c)(3) and (4) organizations. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach an explanation . . .
- c** Enter amount of tax imposed on organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 . . . ▶ \_\_\_\_\_
- d** Enter amount of tax on line 40c reimbursed by the organization . . . ▶ \_\_\_\_\_
- e** All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction? . . . ▶ \_\_\_\_\_

	Yes	No
<b>40b</b>		
<b>40e</b>		✓

**41** List the states with which a copy of this return is filed. ▶ NONE

**42a** The books are in care of ▶ JAMES LARIMER Telephone no. ▶ (717) 352-7230  
 Located at ▶ 3843 FARMSTEAD DRIVE FAYETTEVILLE, PA ZIP + 4 ▶ 17222-9228

- b** At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? . . .  
 If "Yes," enter the name of the foreign country: ▶ \_\_\_\_\_  
 See the instructions for exceptions and filing requirements for **Form TD F 90-22.1**.
- c** At any time during the calendar year, did the organization maintain an office outside of the U.S.? . . .  
 If "Yes," enter the name of the foreign country: ▶ \_\_\_\_\_

	Yes	No
<b>42b</b>		✓
<b>42c</b>		✓

**43** Section 4947(a)(1) nonexempt charitable trusts filing Form 990-EZ in lieu of Form 1041—Check here . . . ▶   
 and enter the amount of tax-exempt interest received or accrued during the tax year . . . ▶ | **43** |

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

**Please Sign Here**

Signature of officer: JOHN BYAM PRESIDENT Date: \_\_\_\_\_  
 Type or print name and title.

**Paid Preparer's Use Only**

Preparer's signature: \_\_\_\_\_ Date: \_\_\_\_\_ Check if self-employed:  Preparer's SSN or PTIN (See Gen. Inst. X) \_\_\_\_\_  
 Firm's name (or yours if self-employed), address, and ZIP + 4: \_\_\_\_\_ EIN: \_\_\_\_\_ Phone no.: \_\_\_\_\_

SCHEDULE TO SUPPORT FORM 990EZ, LINE 6

	<u>REVENUE</u>	<u>EXPENSE</u>	<u>NET</u>
PICNIC	2,561	3,949	(1,388)
HOLIDAY DANCE	6,464	9,526	(3,062)
NEWS LETTER	10,074	8,697	1,377
HOLIDAY HOUSE TOUR	2,470	-	2,470
EXCURSIONS & EVENTS	19,928	20,569	(641)
TOTAL	41,497	42,741	(1,244)

EXCEPT FOR THE HOLIDAY HOUSE TOUR, TICKET PRICES FOR SPECIAL EVENTS ARE SET TO YIELD LESS THAN EXPENSES; THE EXCESS OF EXPENSE OVER REVENUE IS SUBSIDIZED FROM DUES. THESE ARE MEMBER ONLY EVENTS EXCEPT THAT FAMILY MAY BE INCLUDED AT THE PICNIC AND SINGLE MEMBERS MAY BRING ONE GUEST TO THE HOLIDAY DANCE.

THE HOLLIDAY HOUSE TOUR IS A FUND RAISER FOR LOCAL CHARITIES (SEE SCHEDULE SUPPORTING LINE 10). EXPENSES FOR COFFEE, COOKIES, ETC. WERE DONATED IN KIND. 100% OF PROCEEDS WERE DONATED TO 501 (c) (3) ORGANIZATIONS

SCHEDULE TO SUPPORT FORM 990EZ, LINE 16

YARD SALE	139	NEW HOPE HOMELESS SHELTER	1,100
WEB SITE	179	25 S. POTOMAC ST.	
MEMBERSHIP DIRECTORY	1,109	WAYNESBORO, PA. 17268	
ADMINISTRATION	860		
COMMITTEE SUPPORT	625	CHAMBERSBURG WALK-IN COLD SHELTER	1,100
AUDIT	75	195 LOUDON ST.	
E-NEWS	406	CHAMBERSBURG, PA 17201	
IRS - USER FEE FILED WITH FORM 8718 & ESTIMATED TAXES ON UBTI.	1,350	CUMBERLAND VALLEY ANIMAL SHELTER	270
OFFICER INDEMNITY INSURANCE	2,140	2325 COUNTRY RD.	
TOTAL	6,883	CHAMBERSBURG, PA 17201	

TOTAL

2,470

The Penn National Homeowners Association (PNHA) was established to afford residents of Penn National a conduit to interact with each other on matters of mutual concern and to provide a means to organize mutually beneficial groups and organizations within the Community. The following is a listing of activities in the Community that PNHA sponsored during the past fiscal year.

- Holiday House Tour - 247 residents and guest's toured homes in the community decorated for the holidays. All proceeds donated to charities within Franklin County. (See Schedule supporting Line 10).

-Publication of a monthly Newsletter- The Newsletter was mailed monthly to all 700 PNHA member households. It contains information on subjects of relevance to the members

- Publication of an Annual Members Directory- This directory contains the names, postal addresses and E-mail addresses of PNHA members. It is mailed to all 700 PNHA members. (Members may "opt out" if desired).

-Annual PNHA picnic- Organized and sponsored a picnic in September attended by 438 residents.

-Annual PNHA Holiday Dinner/Dance- The purpose of the Dinner/Dance is to arrange an enjoyable affair for the residents during the Christmas /New Years holiday season. It was held at a local restaurant and attended by 240 members.

-New Neighbor Welcome-PNHA sponsors a welcoming committee to visit new residents, greet them and provide information regarding activities available in the area.

-Maintenance of the PNHA web site (PNHA.org) - PNHA has a Web Master to maintain the organization's Web site used for posting information about the organization, its Officers, and other pertinent material.

- Penn National Electronic News- PNHA sponsors one individual who issues Electronic News bulletins, supplementing the News Letter.

In addition to the above, Penn National residents initiate and organize other varied activities under the auspices of the Association. These include reading groups (currently six exist): Men and Ladies luncheons Groups; a quilting group; a needle work group; a hiking group; a photo club; a woodworkers group; a garden group, several charitable projects, such as a scheduled food pick up to stock shelves at a local food pantry, and the Penn National Harmony Singers who provide entertainment at local retirement homes.