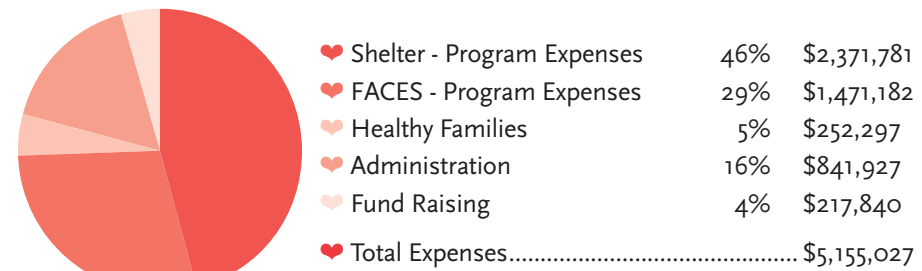
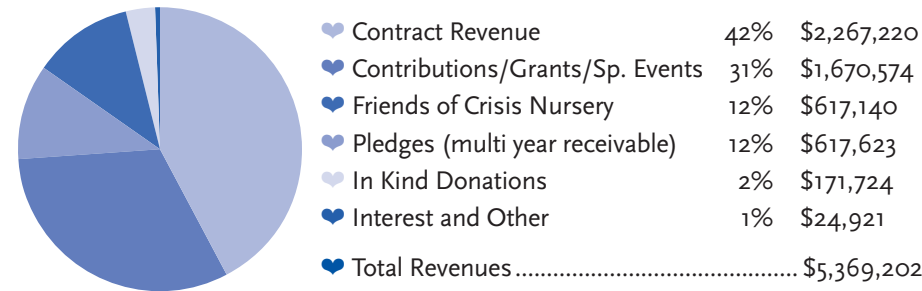


REVENUES AND EXPENDITURES FY 2006-07*



*unaudited



WHAT IT TOOK TO TAKE CARE OF 587 CHILDREN?

- *In-kind (donated) items valued at \$162,746*
- *46,700 diapers and pull-ups*
- *673 cans of baby formula*
- *1,905 jars of baby food*
- *795 new pairs of shoes*
- *409 pairs of pajamas*

COMMUNITY SUPPORT

VOLUNTEERS

Some volunteers come once a week, or once a month, some only once a year; however, all Crisis Nursery volunteers share one thing: their enthusiasm to improve the lives of the children and families in our community.

Volunteers provided **10,254** hours of their time to help provide direct and indirect care for our children and **2,000** individuals, congregations, groups and corporations made in-kind or financial donations.

FRIENDS OF CRISIS NURSERY

The Friends of Crisis Nursery is a volunteer organization who's sole purpose is to raise funds for the general operating budget.

This dynamic group of women raises nearly **10%** of the annual budget and is the Nursery's largest source of private funding. This year, the Friends of Crisis Nursery raised over **\$600,000** at their Annual Benefit and other efforts throughout the year.

BOARD OF DIRECTORS

- | | | |
|-------------------------|--------------------|--------------------|
| *Sheila Asher | Bruce Janis | Rick Munson |
| *Regina Bidstrup | Joan Jarnagin | *Chris Perry |
| Junius Bowman | *Judith Kunkel | Robert Plotkin |
| Michael D. Cavanaugh | *Brian LaCorte | *Marsha Porter |
| *J. Kipp Charlton, M.D. | Toadie Lawless | Tammy Raciborski |
| *Anne Christensen | *Jerry Lewkowitz | Leon Reivitz |
| Mary I. Cooper | *Diana Lents | *Amy Shafer |
| *Carol Davidson McCrady | *Michael Maledon | *Coy Shoemaker |
| *Sharon Del Duca-France | Robert Mandel | Stu Smith |
| *Anne Donahoe | Ruth Maughan | Betsy Taylor |
| Lee Fraley | John Maus | *Patricia Van Tuyl |
| Bruce Hart | *Mary Riley Michel | *Stanley Wang |
| *Nadine Hart | Al Molina | |

*Executive Committee

FOUNDATION

- *Ronald G. Nelson
- Rebecca Burnham
- Anne Christensen
- *LeRoy Ellison
- Colleen Flood
- Craig King
- Thomas J. Lang
- Mary Riley Michel
- *William Pluchel
- *Stuart Smith
- John T. Wertheim

*Officers

30 YEARS OF GIVING

In recognition of the tremendous community support we received over the past 30 years, Crisis Nursery is creating a Donor Recognition Wall that will be located in our Administration Building. We encourage you to come and see this unique work of art for yourself.

Donor Recognition Wall will be completed in February 2008.

\$25,000 PLUS

Alexander Charitable Foundation
American Express
Arizona Community Foundation
Blue Cross/Blue Shield of Arizona
Blue Goose Charities
The Board of Visitors
Clara Seabury Boone
Estate of Theresa Boulais
Judy and Clarence Bowe
Estate of Harriet Brewster
Casino Arizona
Susie & Kipp Charlton
Anne & Fred Christensen
Clothes Helping Kids, Inc.
Cynthia & Anthony Coffman
Sari & Joseph Diehl/ Vitamist Spray Vitamins
DMB Associates, Inc.
Anne & Dan Donahoe
First Interstate Bank
For All Kids Foundation/
Rosie O'Donnell
Sharon & Tom France
Estate of Mary C. Freeman
Mrs. Jean Grossman
Nadine & Bruce Hart
Carol & Jim Heberts
Jeanne & Gary Herberger
In-N-Out Burger Foundation
Institute of Real Estate Management
Estate of Violet M. Johnson
Kappa Delta Sorority/
Arizona State University/
Beta Psi Chapter
Estate of Nita H. King
Fred Knowles
Life Enrichment Center
Susan & Bill Levine
Macy's West & The Macy's Inc. Foundation
Dennis Mathisen
McCarthy Building Companies
Carol & Howard McCrady
The McGowan Family Foundation
McKesson Foundation
Motorola Embedded Communications Group

Motorola Foundation

Amy & Michael Moyes/
Swift Aviation

Jo & Carter Norris

Kathryn Olson

Elaine & Jack Parker

Mrs. Patricia Rhodes

Linda & Leon Reivitz

Michele & Ed Robson

SRP

Sperry Give Once Club

Steele Foundation

St. Luke's Health Initiatives

Summit Builders Charities

PGA Tour Wives Association, Inc.

Sharon & Donald Ulrich

Vanguard Abrazo Health Care

Pam & John Ward

Sharon & David Weiss Foundation

Kris & Chris Williams

Estate of Elvera H. Yort

Peggy & Bernie Ziegler

\$50,000 PLUS

Sydney & Robert Anderson

Bank of America

Mrs. Virginia Bayless

Edyth Bush Foundation

Celebrity Fight Night Foundation

Mrs. Clifford Clements

Cox Charities

Marjorie Dennstedt Trust

Dorrance Family Foundation

Kate & LeRoy Ellison

Donna & Mort Fleisher

Foundation

Finova Group

Anne N. Forsman Foundation

Penny Galarneau &

Dennis Hitzeman

Christine & David W. Gustafson

Margaret, Glen, Patrick,

Adrienne & Charlotte Kishi

Gail & Harry Koch

Estate of Kathleen Lewis

Sheila & Michael Geddes

Mrs & Very Rev. Charles Harris

Julie & Tim Louis/ Louis

Foundation

Rosie & Rusty Lyon

Audrey and Bill Mennen

The Moreno Family Foundation

Franca Orefice

Phoenix Suns Charities

The Virginia G. Piper

Charitable Trust

Tammy & Nathan Raciborski/
Raciborski Family Foundation

James A. Rae Charitable Trust

Snell & Wilmer LLP

Donna and Gary Torhjem

Ethel Twitchell

US Airways

US West Communications

US West Foundation

The Wallace Foundation

Wells Fargo Bank

Mary & William Woodward

Beverly & Randy Yach

\$100,000 PLUS

Allied Signal GO Club

Anonymous

Arizona Public Service Employees

Arizona Public Service

Estate of Mary Barkley

Regina & Peter Bidstrup/
The Bidstrup Foundation

Armstrong McDonald Foundation

Estate of Helen Delpier

The Bruce T. Halle Family

Foundation

Estate of Sarah & Fred J. English

Victoria & Rod Granberry

Hazel Hare

Mrs. Robert (Kax) Herberger

Honeywell HERO'S

R.L. Johnson Family Foundation

Thelma Kieckhefer

Marcus House

Louise & Lou Menk

Jerry Noble

Peridot

Phelps Dodge Foundation

Phoenix Greyhound Racing Inc.

Linda & Bill Pope/ SunChase

Holdings

Nina Mason Pulliam

Charitable Trust

Estate of Elizabeth &

Merle C. Rust

Betsy & Ashton Taylor

Nancy & John Teets

Karen & Craig Thorn/
Thornwood Manufacturing

Thunderbirds Charities

Cynthia Tubbs

Del E. Webb Foundation

Verco

Viad Corp

Estate of Alpha Victor

Walter Wick Family Foundation

\$250,000 PLUS

Chase

City of Phoenix Employees

Dial Corp

The Herbert H. & Barbara C.

Dow Foundation

The Getz Family/ Globe

Foundation

Maricopa County Combined

Federal Campaign

Ruth & Rex Maughan/
Forever Living Products

International, Inc.

Phoenix Active 20/30 Club

Arizona State Employees

Charitable Campaign

Estate of Nancy Johnson

Templin

U-Haul International Inc.

Pat and Larry Van Tuyl
Automotive Investment Group

Viad Employees Corp

Peter Yurkovich

\$500,000 PLUS

The Cadwell Family Foundation

Mary & John Cooper/
The Cooper Family Foundation

Season for Sharing/
The Arizona Republic/12 News

Valley of the Sun United Way

\$1 MILLION PLUS

Paul Galvin Charitable Trust

Estate of Suzanne G. Ingersoll

Virginia G. Piper

\$5 MILLION PLUS

Friends of Crisis Nursery



ANNUAL REPORT
2006 - 2007

CRISIS  NURSERY

breaking the cycle of child abuse and neglect

Contribution amounts represent cumulative totals since 1977.

Crisis Nursery has been a safe haven to more than 14,000 children since 1977.



Mary Riley Michel
Board President



Marsha Porter
Executive Director

Over the past 30 years, Crisis Nursery has helped the most vulnerable children and families transform their lives by breaking their personal cycles of child abuse and neglect. As we look back at all that we, and they, have accomplished; we realize that our work needs to evolve to meet the needs of children and families in these changing times. During the past year, we have launched the following new services to reach out to troubled families:

Our Receiving and Assessment Center provides short term respite so that relatives and foster families can make needed arrangements and preparations for accepting a new child into their home.

Our Supervised Visitation Program provides transportation, supportive modeling and opportunities for children in out-of-home care and their families to reconnect and build healthier relationships in child-friendly settings.

Our Resource Family Program is recruiting, training and supervising individuals and families to care for children who are temporarily unable to safely live with their own families.

Our participation in Neighborhood Collaboratives is exploring ways that we can build and strengthen neighborhoods to provide natural support networks for families in crisis and their children.

The transformations we witness every day at Crisis Nursery are the direct result of many people in our community coming together. From our dedicated employees and community volunteers to our individual and corporate donors, together we work to help make the difference in the lives of the children and families who come to Crisis Nursery and have the courage to ask for and accept help to break generational cycles of child abuse and neglect.

We appreciate your support and personally invite you to visit our programs in the coming year and be part of the miracles that are happening every day at Crisis Nursery.

With Warm Regards, *Mary Riley Michel* *Marsha Porter*

BREAKING THE CYCLE OF ABUSE & NEGLECT

Crisis Nursery's programs provided a record 27,086 days of care to 587 children. That's a 30% increase over the total number of children served last year!

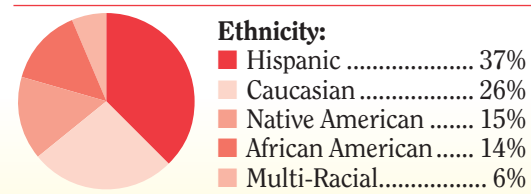


CHILDREN'S SHELTERS

Everyday 42 children, from birth to age 11, find a home at our main Children's Shelter or Marcus House, located in a residential neighborhood that serves sibling groups who have extended stays with us.

Shelter services were provided to 394 children, providing 13,056 total days of care. Of the children who called our Shelters "home" this year:

- 145 children were community placements (placed voluntarily by parents due to temporary crisis or for respite)
- 192 youngsters were placed by Child Protective Services
- 28 children were placed by the Gila River Indian Community



72% of the children who stayed at our Shelters last year had one or more siblings.

Every month, over 50 children are turned away because there is simply not enough room.



Primary Reason For Admission:

Child neglect or abandonment	22%
Inadequate or no housing	19%
Lack of resources	13%
Parental alcohol/drug related problems	11%
Domestic violence	8%
Child physical, emotional or sexual abuse	8%

The average length of stay is 43 days for all children. For those who left the Children's Shelter, the following placement occurred:

To Parent	58%
To Relative	24%
To Foster, Adoptive Home or Hospital	18%

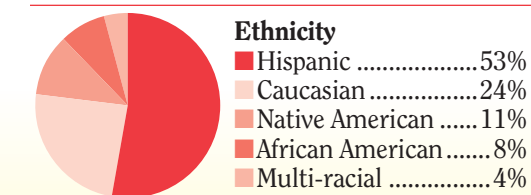


FACES

(Families and Children Experiencing Success)

This NAEYC accredited program promotes resiliency skills in children (ages 1 to 5), teaches parents about child development and models positive parenting skills that benefit children and their families.

- FACES served 90 youngsters and their families in the 06-07 school year.
- An 86% attendance level was achieved for the year.
- Twenty-four children graduated to local Kindergartens.
- Family Support Specialists and teachers made 446 home visits to families and their children during the year.



The waiting list for enrollment in FACES is 70 children and families.

HEALTHY FAMILIES

A home-based, voluntary program of Southwest Human Development housed at Crisis Nursery. Their goal is to strengthen families who are at-risk of abuse or neglect during pregnancy and the first five years of a child's life. During FY 06-07, they served 75 families and made 144 home visits monthly.

We continue to grow...

The year 2007 has marked a new beginning for Crisis Nursery. The following new programs were added:

FOSTER CARE RECRUITMENT AND LICENSING

Focuses efforts on finding and training foster families in the areas of Phoenix where children most need homes. June 2007 saw the successful licensure of our first foster family and placement of two children.

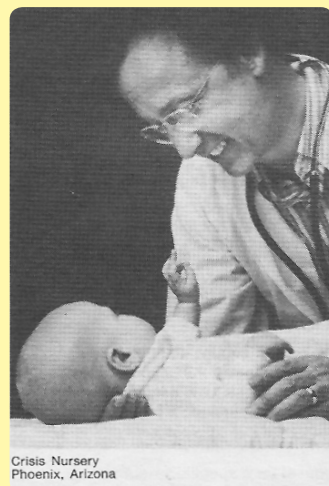
SUPERVISED VISITATION

103 children in out-of-home care stayed connected with their birth parents and siblings through 305 supervised visits.

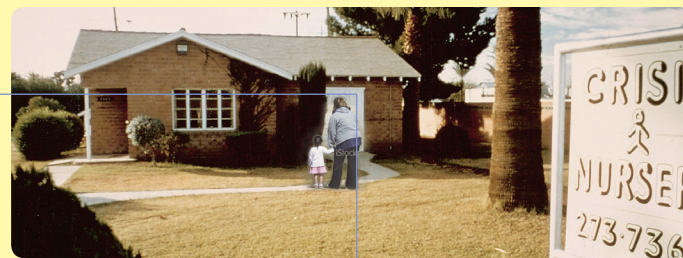
30 YEARS OF CARING FOR CHILDREN

1977

Crisis Nursery opened its doors with two small cottages on Fillmore Street, providing warm beds, nourishing meals, medical attention and caring arms for six young children.



Crisis Nursery
Phoenix, Arizona



1985

The Friends of Crisis Nursery held their first annual benefit gala, and have raised more than \$10 million over the years.

1989

Crisis Nursery, with support from the community, built its own shelter near the Maricopa Medical Center, serving 36 children from birth to age 10.



1996

A daytime early childhood education and family support program was piloted for at-risk children and their families.



1999

FACES officially opened in the Virginia G. Piper Child and Family Center on the corner of 24th St. & Polk, providing comprehensive services (including wrap-around child care, transportation and family support services) to enhance the well-being and stability of families.



2000

The Southeast Phoenix Healthy Families Team housed at Crisis Nursery, providing home visitation and support services to even more at-risk families with infants who were identified at birth in the hospital.

2004

The Portable Assessments for Kids (PAK) was developed as a collaborative effort of Crisis Nursery, Child Crisis Center East Valley and West Valley Child Crisis Center. This project's purpose was to improve, expand and standardize the assessment and case planning/placement processes for all children who enter shelter care. Crisis Nursery continues to collaborate with other area organizations to pool resources to enhance the community's success in breaking the cycle of abuse and neglect.



2007

Crisis Nursery contracted with Child Protective Services (CPS) and entered into a new arena of foster care; through recruiting and supervising foster families, providing a Receiving Center for children who await placement by CPS and providing visitation services for families involved with CPS.

2006

Crisis Nursery received the assets of Marcus House (a residential home-based shelter in a Central Phoenix neighborhood) now housing an additional six children.

