

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)

Department of the Treasury
Internal Revenue Service

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

Open to Public Inspection

A For the 2003 calendar year, or tax year beginning _____ and ending _____

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

C Name of organization
NEW ROCHELLE FUND FOR EDUCATIONAL EXCELLENCE, INC.
 Number and street (or P.O. box if mail is not delivered to street address) Room/suite
NEW ROCHELLE HIGH SCHOOL - 265 CLOVE RD.
 City or town, state or country, and ZIP + 4
NEW ROCHELLE, NY 10801

D Employer identification number
13-3944017

E Telephone number
914-576-4657

F Accounting method Cash Accrual
 Other (specify) _____

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

G Website: **N/A**

J Organization type (check only one) 501(c) (3) (insert no) 4947(a)(1) or 527

K Check here if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS; but if the organization received a Form 990 Package in the mail, it should file a return without financial data. Some states require a complete return.

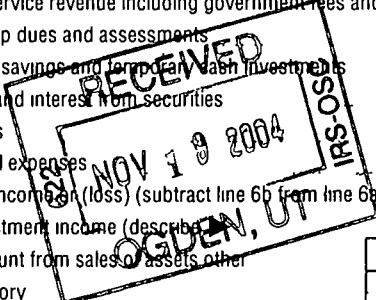
L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 **265,311.**

H and **I** are not applicable to section 527 organizations
H(a) Is this a group return for affiliates? Yes No
H(b) If "Yes," enter number of affiliates _____
H(c) Are all affiliates included? **N/A** Yes No (If "No," attach a list.)
H(d) Is this a separate return filed by an organization covered by a group ruling? Yes No
I Group Exemption Number _____

M Check if the organization is not required to attach Sch. B (Form 990, 990-EZ, or 990-PF).

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances

1	Contributions, gifts, grants, and similar amounts received:			
a	Direct public support	1a	76,427.	
b	Indirect public support	1b		
c	Government contributions (grants)	1c		
d	Total (add lines 1a through 1c) (cash \$ <u>76,427.</u> noncash \$ _____)	1d	76,427.	
2	Program service revenue including government fees and contracts (from Part VII, line 93)	2		
3	Membership dues and assessments	3		
4	Interest on savings and temporary cash investments	4	299.	
5	Dividends and interest from securities	5	4,172.	
6 a	Gross rents	6a		
b	Less: rental expenses	6b		
c	Net rental income or (loss) (subtract line 6b from line 6a)	6c		
7	Other investment income (describe _____)	7		
8 a	Gross amount from sales of assets other than inventory	(A) Securities		(B) Other
		61,988.	8a	
b	Less: cost or other basis and sales expenses	65,043.	8b	
c	Gain or (loss) (attach schedule)	<3,055.>	8c	
d	Net gain or (loss) (combine line 8c, columns (A) and (B))	STMT 1	8d	<3,055.>
9	Special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/>			
a	Gross revenue (not including \$ <u>0.</u> of contributions reported on line 1a)	9a	122,425.	
b	Less: direct expenses other than fundraising expenses	9b	84,720.	
c	Net income or (loss) from special events (subtract line 9b from line 9a)	SEE STATEMENT 2	9c	37,705.
10 a	Gross sales of inventory, less returns and allowances	10a		
b	Less: cost of goods sold	10b		
c	Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)	10c		
11	Other revenue (from Part VII, line 103)	11		
12	Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)	12	115,548.	
13	Program services (from line 44, column (B))	13	95,628.	
14	Management and general (from line 44, column (C))	14	33,207.	
15	Fundraising (from line 44, column (D))	15		
16	Payments to affiliates (attach schedule)	16		
17	Total expenses (add lines 16 and 44, column (A))	17	128,835.	
18	Excess or (deficit) for the year (subtract line 17 from line 12)	18	<13,287.>	
19	Net assets or fund balances at beginning of year (from line 73, column (A))	19	167,024.	
20	Other changes in net assets or fund balances (attach explanation)	SEE STATEMENT 3	20	<23,850.>
21	Net assets or fund balances at end of year (combine lines 18, 19, and 20)	21	129,887.	



SCANNED DEC 07 04

B

NEW ROCHELLE FUND FOR EDUCATIONAL
EXCELLENCE, INC.

13-3944017

Part II

Statement of Functional Expenses

All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others.

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22	Grants and allocations (attach schedule) cash \$ 23,615. noncash \$	23,615.	23,615.	STATEMENT 6	
23	Specific assistance to individuals (attach schedule)				
24	Benefits paid to or for members (attach schedule)				
25	Compensation of officers, directors, etc.	0.	0.	0.	0.
26	Other salaries and wages	23,689.		23,689.	
27	Pension plan contributions				
28	Other employee benefits				
29	Payroll taxes	2,487.		2,487.	
30	Professional fundraising fees				
31	Accounting fees				
32	Legal fees				
33	Supplies	548.		548.	
34	Telephone				
35	Postage and shipping	3,754.		3,754.	
36	Occupancy				
37	Equipment rental and maintenance				
38	Printing and publications	9,435.	7,657.	1,778.	
39	Travel				
40	Conferences, conventions, and meetings	395.		395.	
41	Interest				
42	Depreciation, depletion, etc. (attach schedule)				
43	Other expenses not covered above (itemize):				
a					
b					
c					
d					
e	SEE STATEMENT 4	64,912.	64,356.	556.	
44	<small>Total functional expenses (add lines 22 through 43). Organizations completing columns (B)-(D), carry these totals to lines 13-15</small>	128,835.	95,628.	33,207.	0.

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

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? Yes No
 If "Yes," enter (i) the aggregate amount of these joint costs \$ _____; (ii) the amount allocated to Program services \$ _____;
 (iii) the amount allocated to Management and general \$ _____; and (iv) the amount allocated to Fundraising \$ _____

Part III Statement of Program Service Accomplishments

What is the organization's primary exempt purpose? **SEE STATEMENT 5**

All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)

Program Service Expenses
(Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts, but optional for others.)

a	INCREASE THE INVOLVEMENT OF OTHERS IN THE COMMUNITY WITH THE PROGRAMS AND INITIATIVES OF THE SCHOOLS THROUGH STUDENT PUBLICATIONS AND CIVIC AWARENESS ACTIVITIES	(Grants and allocations \$ 23,615.)	95,628.
b		(Grants and allocations \$)	
c		(Grants and allocations \$)	
d		(Grants and allocations \$)	
e	Other program services (attach schedule)	(Grants and allocations \$)	
f	Total of Program Service Expenses (should equal line 44, column (B), Program services)		95,628.

Part IV Balance Sheets

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

		(A) Beginning of year		(B) End of year	
Assets	45 Cash - non-interest-bearing	5,773.	45	30,801.	
	46 Savings and temporary cash investments	20,106.	46	22,642.	
	47 a Accounts receivable	47a			
	b Less: allowance for doubtful accounts	47b	47c		
	48 a Pledges receivable	48a			
	b Less: allowance for doubtful accounts	48b	48c		
	49 Grants receivable		49		
	50 Receivables from officers, directors, trustees, and key employees		50		
	51 a Other notes and loans receivable	51a			
	b Less: allowance for doubtful accounts	51b	51c		
	52 Inventories for sale or use		52		
	53 Prepaid expenses and deferred charges	12,076.	53	1,237.	
	54 Investments - securities STMT 7	<input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV	156,156.	54	91,334.
	55 a Investments - land, buildings, and equipment: basis	55a			
	b Less: accumulated depreciation	55b	55c		
56 Investments - other		56			
57 a Land, buildings, and equipment: basis	57a				
b Less: accumulated depreciation	57b	57c			
58 Other assets (describe ▶ _____)		58			
59 Total assets (add lines 45 through 58) (must equal line 74)	194,111.	59	146,014.		
Liabilities	60 Accounts payable and accrued expenses	25,193.	60	1,828.	
	61 Grants payable		61		
	62 Deferred revenue		62		
	63 Loans from officers, directors, trustees, and key employees		63		
	64 a Tax-exempt bond liabilities		64a		
	b Mortgages and other notes payable		64b		
	65 Other liabilities (describe ▶ SEE STATEMENT 8)	1,894.	65	14,299.	
66 Total liabilities (add lines 60 through 65)	27,087.	66	16,127.		
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.				
	67 Unrestricted	167,024.	67	129,887.	
	68 Temporarily restricted		68		
	69 Permanently restricted		69		
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74.				
	70 Capital stock, trust principal, or current funds		70		
	71 Paid-in or capital surplus, or land, building, and equipment fund		71		
	72 Retained earnings, endowment, accumulated income, or other funds		72		
73 Total net assets or fund balances (add lines 67 through 69 or lines 70 through 72; column (A) must equal line 19; column (B) must equal line 21)	167,024.	73	129,887.		
74 Total liabilities and net assets / fund balances (add lines 66 and 73)	194,111.	74	146,014.		

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

**NEW ROCHELLE FUND FOR EDUCATIONAL
EXCELLENCE, INC.**

Form 990 (2003)

13-3944017 Page 4

Part IV-A Reconciliation of Revenue per Audited Financial Statements with Revenue per Return	Part IV-B Reconciliation of Expenses per Audited Financial Statements with Expenses per Return
<p>a Total revenue, gains, and other support per audited financial statements ▶ a N/A</p> <p>b Amounts included on line a but not on line 12, Form 990:</p> <p>(1) Net unrealized gains on investments \$ _____</p> <p>(2) Donated services and use of facilities \$ _____</p> <p>(3) Recoveries of prior year grants \$ _____</p> <p>(4) Other (specify): \$ _____</p> <p>Add amounts on lines (1) through (4) ▶ b</p> <p>c Line a minus line b ▶ c</p> <p>d Amounts included on line 12, Form 990 but not on line a:</p> <p>(1) Investment expenses not included on line 6b, Form 990 \$ _____</p> <p>(2) Other (specify): \$ _____</p> <p>Add amounts on lines (1) and (2) ▶ d</p> <p>e Total revenue per line 12, Form 990 (line c plus line d) ▶ e</p>	<p>a Total expenses and losses per audited financial statements ▶ a N/A</p> <p>b Amounts included on line a but not on line 17, Form 990:</p> <p>(1) Donated services and use of facilities \$ _____</p> <p>(2) Prior year adjustments reported on line 20, Form 990 \$ _____</p> <p>(3) Losses reported on line 20, Form 990 \$ _____</p> <p>(4) Other (specify): \$ _____</p> <p>Add amounts on lines (1) through (4) ▶ b</p> <p>c Line a minus line b ▶ c</p> <p>d Amounts included on line 17, Form 990 but not on line a:</p> <p>(1) Investment expenses not included on line 6b, Form 990 \$ _____</p> <p>(2) Other (specify): \$ _____</p> <p>Add amounts on lines (1) and (2) ▶ d</p> <p>e Total expenses per line 17, Form 990 (line c plus line d) ▶ e</p>

Part V List of Officers, Directors, Trustees, and Key Employees (List each one even if not compensated.)

(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
MEREDITH HILTON C/O NEW ROCHELLE H.S. - 265 CLOVE RD. NEW ROCHELLE, N.Y. 10801	CHAIRPERSON PART	0.	0.	0.
HARRY HAGENDORF C/O NEW ROCHELLE H.S. - 265 CLOVE RD. NEW ROCHELLE, N.Y. 10801	VICE PRESIDENT PART	0.	0.	0.
DEIRDRE POLOW C/O NEW ROCHELLE H.S. - 265 CLOVE RD. NEW ROCHELLE, N.Y. 10801	VICE-PRESIDENT PART	0.	0.	0.
LINDA E. KELLY C/O NEW ROCHELLE H.S. - 265 CLOVE RD. NEW ROCHELLE, N.Y. 10801	SECRETARY PART	0.	0.	0.
RICHARD M. VACCARIELLO C/O NEW ROCHELLE H.S. - 265 CLOVE RD. NEW ROCHELLE, N.Y. 10801	TREASURER PART	0.	0.	0.

75 Did any officer, director, trustee, or key employee receive aggregate compensation of more than \$100,000 from your organization and all related organizations, of which more than \$10,000 was provided by the related organizations? If "Yes," attach schedule. Yes No

**NEW ROCHELLE FUND FOR EDUCATIONAL
EXCELLENCE, INC.**

Form 990 (2003)

13-3944017

Page 5

Part VI	Other Information		Yes	No
76	Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity	76		X
77	Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes.	77		X
78 a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?	78a		X
b	If "Yes," has it filed a tax return on Form 990-T for this year? N/A	78b		
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79		X
80 a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?	80a		X
b	If "Yes," enter the name of the organization ▶ _____ and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt.			
81 a	Enter direct or indirect political expenditures. See line 81 instructions 81a <u>0.</u>			
b	Did the organization file Form 1120-POL for this year?	81b		X
82 a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?	82a		X
b	If "Yes," you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.) 82b <u>N/A</u>			
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?	83a	X	
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions? N/A	83b		
84 a	Did the organization solicit any contributions or gifts that were not tax deductible? N/A	84a		
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible? N/A	84b		
85	501(c)(4), (5), or (6) organizations a Were substantially all dues nondeductible by members? N/A	85a		
b	Did the organization make only in-house lobbying expenditures of \$2,000 or less? N/A	85b		
	If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.			
c	Dues, assessments, and similar amounts from members 85c <u>N/A</u>			
d	Section 162(e) lobbying and political expenditures 85d <u>N/A</u>			
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices 85e <u>N/A</u>			
f	Taxable amount of lobbying and political expenditures (line 85d less 85e) 85f <u>N/A</u>			
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f? N/A	85g		
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year? N/A	85h		
86	501(c)(7) organizations. Enter: a Initiation fees and capital contributions included on line 12 86a <u>N/A</u>			
b	Gross receipts, included on line 12, for public use of club facilities 86b <u>N/A</u>			
87	501(c)(12) organizations. Enter: a Gross income from members or shareholders 87a <u>N/A</u>			
b	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.) 87b <u>N/A</u>			
88	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX	88		X
89 a	501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: section 4911 <u>0.</u> ; section 4912 <u>0.</u> ; section 4955 <u>0.</u>			
b	501(c)(3) and 501(c)(4) organizations Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction	89b		X
c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ▶ <u>0.</u>			
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization ▶ <u>0.</u>			
90 a	List the states with which a copy of this return is filed ▶ <u>NEW YORK</u>			
b	Number of employees employed in the pay period that includes March 12, 2003 90b <u>1</u>			
91	The books are in care of ▶ <u>N.R. FUND FOR EDUCATIONAL EXCELLENCE</u> Telephone no. ▶ <u>914-576-4657</u>			
	Located at ▶ <u>C/O N.R.H.S. - 265 CLOVE RD., NEW ROCHELLE, N.Y.</u> ZIP + 4 ▶ <u>10801</u>			
92	Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041- Check here ▶ <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the tax year ▶ <u>92</u> N/A			

NEW ROCHELLE FUND FOR EDUCATIONAL
EXCELLENCE, INC.

Form 990 (2003)

13-3944017 Page 6

Part VII Analysis of Income-Producing Activities (See page 33 of the instructions.)

Note: Enter gross amounts unless otherwise indicated

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclu- sion code	(D) Amount	
93 Program service revenue:					
a _____					
b _____					
c _____					
d _____					
e _____					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments		299.	14		
96 Dividends and interest from securities		4,172.	14		
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					<3,055.>
101 Net income or (loss) from special events					37,705.
102 Gross profit or (loss) from sales of inventory					
103 Other revenue:					
a _____					
b _____					
c _____					
d _____					
e _____					
104 Subtotal (add columns (B), (D), and (E))		4,471.		0.	34,650.
105 Total (add line 104, columns (B), (D), and (E))					39,121.

Note: Line 105 plus line 1d, Part I, should equal the amount on line 12, Part I.

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See page 34 of the instructions.)

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
▼	SEE STATEMENT 9

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See page 34 of the instructions.)

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

Part X Information Regarding Transfers Associated with Personal Benefit Contracts (See page 34 of the instructions.)

- (a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? Yes No
- (b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? Yes No

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

accompanying schedules and statements, and to the best of my knowledge and belief, it is true.
information of which preparer has any knowledge

11/13/2004
Date

MEREDITH HILTON, CHAIRPERSON
Type or print name and title.

Date _____ Check if self- _____ Preparer's SSN or PTIN _____

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Organization Exempt Under Section 501(c)(3)

(Except Private Foundation) and Section 501(e), 501(f), 501(k),
501(n), or Section 4947(a)(1) Nonexempt Charitable Trust

Supplementary Information-(See separate instructions.)

▶ **MUST be completed by the above organizations and attached to their Form 990 or 990-EZ**

OMB No 1545-0047

2003

Name of the organization **NEW ROCHELLE FUND FOR EDUCATIONAL EXCELLENCE, INC.** Employer identification number **13 3944017**

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees
(See page 1 of the instructions. List each one. If there are none, enter "None.")

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
NONE				
Total number of other employees paid over \$50,000 ▶	0			

Part II Compensation of the Five Highest Paid Independent Contractors for Professional Services
(See page 2 of the instructions. List each one (whether individuals or firms). If there are none, enter "None.")

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
N/A		
Total number of others receiving over \$50,000 for professional services ▶	0	

NEW ROCHELLE FUND FOR EDUCATIONAL

Part III Statements About Activities (See page 2 of the instructions.)		Yes	No
1 During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ► \$ _____ \$ _____ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.) Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking "Yes," must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.	1		X
2 During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is "Yes," attach a detailed statement explaining the transactions.)			
a Sale, exchange, or leasing of property?	2a		X
b Lending of money or other extension of credit?	2b		X
c Furnishing of goods, services, or facilities?	2c		X
d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?	2d		X
e Transfer of any part of its income or assets?	2e		X
3 a Do you make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how you determine that recipients qualify to receive payments.)	3a		X
b Do you have a section 403(b) annuity plan for your employees?	3b		X
4 Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?	4		X

Part IV Reason for Non-Private Foundation Status (See pages 3 through 6 of the instructions.)

- The organization is not a private foundation because it is: (Please check only **ONE** applicable box.)
- 5 A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).
 - 6 A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)
 - 7 A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).
 - 8 A Federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).
 - 9 A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). Enter the hospital's name, city, and state ► _____
 - 10 An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)
 - 11a An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
 - 11b A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
 - 12 An organization that normally receives: (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions - subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
 - 13 An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in: (1) lines 5 through 12 above; or (2) section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2). (See section 509(a)(3).)

Provide the following information about the supported organizations. (See page 5 of the instructions.)

(a) Name(s) of supported organization(s)	(b) Line number from above

- 14 An organization organized and operated to test for public safety. Section 509(a)(4). (See page 6 of the instructions.)

NEW ROCHELLE FUND FOR EDUCATIONAL

Part IV-A. Support Schedule (Complete only if you checked a box on line 10, 11, or 12.) Use cash method of accounting.

Note: You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.

Calendar year (or fiscal year beginning in)	(a) 2002	(b) 2001	(c) 2000	(d) 1999	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	36,330.	45,142.	10,730.	25,448.	117,650.
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose	53,360.	5,891.	60,630.	145,538.	265,419.
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	5,838.	10,334.	9,099.	7,305.	32,576.
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					
23 Total of lines 15 through 22	95,528.	61,367.	80,459.	178,291.	415,645.
24 Line 23 minus line 17	42,168.	55,476.	19,829.	32,753.	150,226.
25 Enter 1% of line 23	955.	614.	805.	1,783.	
26 Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24					26a N/A
b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 1999 through 2002 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts					26b N/A
c Total support for section 509(a)(1) test: Enter line 24, column (e)					26c N/A
d Add: Amounts from column (e) for lines: 18 _____ 19 _____ 22 _____ 26b _____					26d N/A
e Public support (line 26c minus line 26d total)					26e N/A
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))					26f N/A %
27 Organizations described on line 12: a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person." Do not file this list with your return. Enter the sum of such amounts for each year: (2002) 0. (2001) 0. (2000) 0. (1999) 0.					
b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year: (2002) 0. (2001) 0. (2000) 0. (1999) 0.					
c Add: Amounts from column (e) for lines: 15 117,650. 16 _____ 17 265,419. 20 _____ 21 _____					27c 383,069.
d Add: Line 27a total 0. and line 27b total 0.					27d 0.
e Public support (line 27c total minus line 27d total)					27e 383,069.
f Total support for section 509(a)(2) test: Enter amount on line 23, column (e)	27f 415,645.				
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))					27g 92.1625%
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))					27h 7.8375%

28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 1999 through 2002, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15.

NEW ROCHELLE FUND FOR EDUCATIONAL

Part V Private School Questionnaire (See page 7 of the instructions.)

N/A

(To be completed ONLY by schools that checked the box on line 6 in Part IV)

		Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.) _____ _____ _____		
32	Does the organization maintain the following:		
a	Records indicating the racial composition of the student body, faculty, and administrative staff?	32a	
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b	
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c	
d	Copies of all material used by the organization or on its behalf to solicit contributions? If you answered "No" to any of the above, please explain. (If you need more space, attach a separate statement.) _____ _____	32d	
33	Does the organization discriminate by race in any way with respect to:		
a	Students' rights or privileges?	33a	
b	Admissions policies?	33b	
c	Employment of faculty or administrative staff?	33c	
d	Scholarships or other financial assistance?	33d	
e	Educational policies?	33e	
f	Use of facilities?	33f	
g	Athletic programs?	33g	
h	Other extracurricular activities? If you answered "Yes" to any of the above, please explain. (If you need more space, attach a separate statement.) _____ _____	33h	
34 a	Does the organization receive any financial aid or assistance from a governmental agency?	34a	
b	Has the organization's right to such aid ever been revoked or suspended? If you answered "Yes" to either 34a or b, please explain using an attached statement.	34b	
35	Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If "No," attach an explanation	35	

NEW ROCHELLE FUND FOR EDUCATIONAL

Schedule A (Form 990 or 990-EZ) 2003 EXCELLENCE, INC.

13-3944017 Page 5

Part VI-A Lobbying Expenditures by Electing Public Charities (See page 9 of the instructions.) **N/A**

(To be completed ONLY by an eligible organization that filed Form 5768)

Check a if the organization belongs to an affiliated group. Check b if you checked "a" and "limited control" provisions apply.

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred.)		(a) Affiliated group totals	(b) To be completed for ALL electing organizations												
		N/A													
36	Total lobbying expenditures to influence public opinion (grassroots lobbying)	36													
37	Total lobbying expenditures to influence a legislative body (direct lobbying)	37													
38	Total lobbying expenditures (add lines 36 and 37)	38													
39	Other exempt purpose expenditures	39													
40	Total exempt purpose expenditures (add lines 38 and 39)	40													
41	Lobbying nontaxable amount. Enter the amount from the following table -														
	<table border="0"> <tr> <td>If the amount on line 40 is -</td> <td>The lobbying nontaxable amount is -</td> </tr> <tr> <td>Not over \$500,000</td> <td>20% of the amount on line 40</td> </tr> <tr> <td>Over \$500,000 but not over \$1,000,000</td> <td>\$100,000 plus 15% of the excess over \$500,000</td> </tr> <tr> <td>Over \$1,000,000 but not over \$1,500,000</td> <td>\$175,000 plus 10% of the excess over \$1,000,000</td> </tr> <tr> <td>Over \$1,500,000 but not over \$17,000,000</td> <td>\$225,000 plus 5% of the excess over \$1,500,000</td> </tr> <tr> <td>Over \$17,000,000</td> <td>\$1,000,000</td> </tr> </table>	If the amount on line 40 is -	The lobbying nontaxable amount is -	Not over \$500,000	20% of the amount on line 40	Over \$500,000 but not over \$1,000,000	\$100,000 plus 15% of the excess over \$500,000	Over \$1,000,000 but not over \$1,500,000	\$175,000 plus 10% of the excess over \$1,000,000	Over \$1,500,000 but not over \$17,000,000	\$225,000 plus 5% of the excess over \$1,500,000	Over \$17,000,000	\$1,000,000	41	
If the amount on line 40 is -	The lobbying nontaxable amount is -														
Not over \$500,000	20% of the amount on line 40														
Over \$500,000 but not over \$1,000,000	\$100,000 plus 15% of the excess over \$500,000														
Over \$1,000,000 but not over \$1,500,000	\$175,000 plus 10% of the excess over \$1,000,000														
Over \$1,500,000 but not over \$17,000,000	\$225,000 plus 5% of the excess over \$1,500,000														
Over \$17,000,000	\$1,000,000														
42	Grassroots nontaxable amount (enter 25% of line 41)	42													
43	Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	43													
44	Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	44													

Caution: If there is an amount on either line 43 or line 44, you must file Form 4720

4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the instructions for lines 45 through 50 on page 11 of the instructions.)

Calendar year (or fiscal year beginning in)	Lobbying Expenditures During 4-Year Averaging Period				N/A (e) Total
	(a) 2003	(b) 2002	(c) 2001	(d) 2000	
45	Lobbying nontaxable amount				0.
46	Lobbying ceiling amount (150% of line 45(e))				0.
47	Total lobbying expenditures				0.
48	Grassroots nontaxable amount				0.
49	Grassroots ceiling amount (150% of line 48(e))				0.
50	Grassroots lobbying expenditures				0.

Part VI-B Lobbying Activity by Nonelecting Public Charities **N/A**

(For reporting only by organizations that did not complete Part VI-A) (See page 12 of the instructions.)

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:			Amount
	Yes	No	
a Volunteers			
b Paid staff or management (Include compensation in expenses reported on lines c through h)			
c Media advertisements			
d Mailings to members, legislators, or the public			
e Publications, or published or broadcast statements			
f Grants to other organizations for lobbying purposes			
g Direct contact with legislators, their staffs, government officials, or a legislative body			
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means			
i Total lobbying expenditures (Add lines c through h.)			0.

If "Yes" to any of the above, also attach a statement giving a detailed description of the lobbying activities.

- If you are filing for an **Additional (not automatic) 3-Month Extension**, complete only **Part II** and check this box **Note: Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868.**
- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** (on page 1)

Part II Additional (not automatic) 3-Month Extension of Time — Must File Original and One Copy.		
Type or print File by the extended due date for filing the return See instructions	Name of Exempt Organization New Rochelle Fund for Educational Excellence, Inc.	Employer identification number 13-3944017
	Number, street, and room or suite no. If a P.O. box, see instructions New Rochelle High School - 266 Clove Rd.	For use by the IRS
	City, town or post office, state, and ZIP code For a foreign address, see instructions New Rochelle, N.Y. 101801	

COPY

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

Form 990 Form 990-EZ Form 990-T (sec 401(a) or 408(a) trust) Form 1041-A Form 5227 Form 8870

Form 990-BL Form 990-PF Form 990-T (trust other than above) Form 4720 Form 6069

STOP: Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.

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

4 I request an additional 3-month extension of time until September 15, 2004

5 For calendar year 2003, or other tax year beginning _____, 20____ and ending _____, 20____

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

7 State in detail why you need the extension Form 990 is complete and ready for filing; however, the organization's officers are on vacation and not available to sign the return. Therefore this request for an additional month.

8a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits See instructions \$ N/A

b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868 \$ N/A

c **Balance Due.** Subtract line 8b from line 8a Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System) See instructions \$ 0

Signature and Verification

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form

Signature [Signature] Title C.P.A. Date 08/06/04

Notice to Applicant — To Be Completed by the IRS

- We **have** approved this application Please attach this form to the organization's return
- We **have not** approved this application However, we have granted a 10-day grace period from the later of the date shown below or the due date of the organization's return (including any prior extensions) This grace period is considered to be a valid extension of time for elections otherwise required to be made on a timely return. Please attach this form to the organization's return
- We **have not** approved this application After considering the reasons stated in item 7, we cannot grant your request for an extension of time to file We are not granting a 10-day grace period
- We **cannot consider** this application because it was filed after the due date of the return for which an extension was requested
- Other until 11/5/2004

Director _____ By _____ Date JUL 17 2004

Alternate Mailing Address — Enter the address if you want the copy of this application for an additional 3-month extension returned to an address different than the one entered above.

Type or print	Name A. Uzzo & Company C.P.A.'s, P.C.
	Number and street (include suite, room, or apt. no.) Or a P.O. box number 287 Bowman Avenue
	City or town, province or state, and country (including postal or ZIP code) Purchase, N.Y. 10577
	Purchase, N.Y. 10577

EXTENSION APPROVED
JUL 17 2004
SUBMITTED TO DIRECTOR
FOR REVIEW AND ORDER

FORM 990 **GAIN (LOSS) FROM PUBLICLY TRADED SECURITIES** **STATEMENT** **1**

DESCRIPTION	GROSS SALES PRICE	COST OR OTHER BASIS	EXPENSE OF SALE	NET GAIN OR (LOSS)
8 SH NII HOLDINGS	97.	3,500.	0.	<3,403.>
\$20,000 GM BOND	20,777.	20,656.	0.	121.
\$20,000 BANK OF AMERICA BOND	21,114.	19,956.	0.	1,158.
\$20,000 SOUTHERN CAL GAS BOND	20,000.	20,931.	0.	<931.>
TO FORM 990, PART I, LINE 8	61,988.	65,043.	0.	<3,055.>

FORM 990 **SPECIAL EVENTS AND ACTIVITIES** **STATEMENT** **2**

DESCRIPTION OF EVENT	GROSS RECEIPTS	CONTRIBUT. INCLUDED	GROSS REVENUE	DIRECT EXPENSES	NET INCOME
PANCAKE BREAKFAST	1,420.		1,420.	309.	1,111.
5K WALK & RUN	4,432.		4,432.	2,482.	1,950.
LINCOLN CENTER RECITAL FOR STUDENT PERFORMANCES	116,573.		116,573.	81,929.	34,644.
TO FM 990, PART I, LINE 9	122,425.		122,425.	84,720.	37,705.

FORM 990 **OTHER CHANGES IN NET ASSETS OR FUND BALANCES** **STATEMENT** **3**

DESCRIPTION	AMOUNT
CHANGE IN UNREALIZED GAIN ON SECURITIES	221.
UNDER ACCRUAL OF 2002 KAPLAN PROGRAM EXPENSES	<22,715.>
UNDER ACCRUAL OF 2002 ADMINISTRATIVE PAYROLL	<1,550.>
ADJUSTMENT OF 2002 PAYROLL TAX EXPENSE	294.
TOTAL TO FORM 990, PART I, LINE 20	<23,350.>

FORM 990	OTHER EXPENSES			STATEMENT	4
DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING	
BANK CHARGES	106.		106.		
FILING FEES	60.		60.		
MEMBERSHIPS	390.		390.		
BAND LUNCHEON	1,014.	1,014.			
SAT COURSE LICENSING FEE	58,425.	58,425.			
CIVICS WEEK	1,142.	1,142.			
AGENDA BOOKS	3,775.	3,775.			
TOTAL TO FM 990, LN 43	64,912.	64,356.	556.		

FORM 990	STATEMENT OF ORGANIZATION'S PRIMARY EXEMPT PURPOSE PART III	STATEMENT	5
----------	--	-----------	---

EXPLANATION

TO SUPPORT THE PUBLIC SCHOOLS OF THE CITY OF NEW ROCHELLE BY ALL APPROPRIATE MEANS, BY ENCOURAGING SUPPORT FROM THE PARENTS, STUDENTS, ALUMNI, PUBLIC, COMMUNITY, BUSINESS SECTOR AND CHARITABLE FOUNDATIONS BY GENERATING FINANCIAL SUPPORT AND ENHANCING THE SCHOOLS THROUGH INVOLVMENT.

FORM 990	CASH GRANTS AND ALLOCATIONS			STATEMENT	6
CLASSIFICATION	DONEE'S NAME	DONEE'S ADDRESS	DONEE'S RELATIONSHIP	AMOUNT	
EDUCATIONAL	NEW ROCHELLE SCHOOL DISTRICT	NEW ROCHELLE, N.Y. 10801	NONE	15,000.	
EDUCATIONAL	WILLIAM B. WARD ELEMENTARY SCHOOL	NEW ROCHELLE, N.Y. 10801	NONE	250.	
EDUCATIONAL	ISAAC E. YOUNG MIDDLE SCHOOL	NEW ROCHELLE, N.Y. 10801	NONE	300.	
EDUCATIONAL	COLUMBUS ELEMENTARY SCHOOL	NEW ROCHELLE, N.Y. 10801	NONE	300.	
EDUCATIONAL	BARNARD EARLY CHILDHOOD CENTER	NEW ROCHELLE, N.Y. 10801	NONE	300.	

NEW ROCHELLE FUND FOR EDUCATIONAL EXCELL

13-3944017

EDUCATIONAL	GEORGE M. DAVIS ELEMENTARY SCHOOL	NEW ROCHELLE, N.Y. NONE 10801	300.
EDUCATIONAL	JEFFERSON ELEMENTARY SCHOOL	NEW ROCHELLE, N.Y. NONE 10801	300.
EDUCATIONAL	DANIEL WEBSTER ELEMENTARY SCHOOL	NEW ROCHELLE, N.Y. NONE 10801	300.
EDUCATIONAL	ALBERT LEONARD MIDDLE SCHOOL	NEW ROCHELLE, N.Y. NONE 10801	265.
EDUCATIONAL	TRINITY ELEMENTARY SCHOOL	NEW ROCHELLE, N.Y. NONE 10801	300.
EDUCATIONAL	NEW ROCHELLE HIGH SCHOOL	NEW ROCHELLE, N.Y. NONE 10801	5,000.
EDUCATIONAL	ALBERT LEONARD MIDDLE SCHOOL	NEW ROCHELLE, N.Y. NONE 10801	500.
EDUCATIONAL	ISAAC E. YOUNG MIDDLE SCHOOL	NEW ROCHELLE, N.Y. NONE 10801	500.
TOTAL INCLUDED ON FORM 990, PART II, LINE 22			23,615.

FORM 990 NON-GOVERNMENT SECURITIES STATEMENT 7

SECURITY DESCRIPTION	CORPORATE STOCKS	CORPORATE BONDS	OTHER PUBLICLY TRADED SECURITIES	OTHER SECURITIES	TOTAL NON-GOV'T SECURITIES
1ST AUSTRALIAN PRIME INCOME FUND			50,000.		50,000.
NII HOLDINGS INC.	0.				
\$20M BANK OF AMERICA		0.			
\$20M GENERAL MOTORS		0.			
\$20M MERRILL LYNCH		20,284.			20,284.
\$20M SO. CAL. GAS		0.			
\$20M TYCO		21,050.			21,050.
TO 990, LN 54 COL B		41,334.	50,000.		91,334.

FORM 990	OTHER LIABILITIES	STATEMENT	8
DESCRIPTION		AMOUNT	
PAYROLL TAXES WITHHELD, NOT REMITTED		1,114.	
FEES COLLECTED IN ADVANCE		13,185.	
TOTAL TO FORM 990, PART IV, LINE 65, COLUMN B		14,299.	

FORM 990	PART VIII - RELATIONSHIP OF ACTIVITIES TO ACCOMPLISHMENT OF EXEMPT PURPOSES	STATEMENT	9
----------	---	-----------	---

LINE	EXPLANATION OF RELATIONSHIP OF ACTIVITIES
	<p>ENCOURAGED GREATER SUPPORT FOR THE SCHOOLS FROM THE PUBLIC, ALUMNI, PARENTS, STUDENTS, TEACHERS AND THE COMMUNITY BY INCREASING THE VISIBILITY OF THE SCHOOL'S ACHIEVEMENTS, ACTIVITIES AND ASPIRATIONS THROUGH EXPANDED OPPORTUNITIES FOR PARTNERSHIPS WITH CULTURAL INSTITUTIONS AND ARTISTS TO PROMOTE STUDENT PERFORMANCE OPPORTUNITIES AND TO EXTEND CLASSROOM INSTRUCTION. A RECITAL WAS HELD AT LINCOLN CENTER IN NEW YORK CITY. THE BANDS AND SINGERS FROM THE NEW ROCHELLE HIGH SCHOOL STUDENT BODY PERFORMED. A 5 K WALK & RUN WAS HELD AS A FUND RAISER TO SUPPORT THE ORGANIZATION. BREAKFASTS WERE HELD TO WELCOME BACK HIGH SCHOOL ALUMNI.</p>

--ooOoo--

THE NEW ROCHELLE FUND FOR
EDUCATIONAL EXCELLENCE, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2003

--ooOoo--

--ooOoo--

CONTENTS

	<u>PAGE</u>
ACCOUNTANT'S REVIEW REPORT.....	3
STATEMENT OF FINANCIAL POSITION.....	4
STATEMENT OF ACTIVITIES.....	5
STATEMENT OF CASH FLOWS.....	6
NOTES TO FINANCIAL STATEMENTS.....	7

--ooOoo--

PAUL H. LENOK
CERTIFIED PUBLIC ACCOUNTANT
30 EAST 33RD STREET, NEW YORK, NEW YORK 10016
(212) 684-2084 • (914) 722-8901

WESTCHESTER OFFICE:
111 BROOK STREET
SCARSDALE, NEW YORK 10583

MEMBER OF:
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
THE NEW YORK SOCIETY OF
CERTIFIED PUBLIC ACCOUNTANTS


ACCOUNTANT'S REVIEW REPORT

To the Board of Directors of
The New Rochelle Fund for
Educational Excellence, Inc.

I have reviewed the accompanying statement of financial position of The New Rochelle Fund for Educational Excellence, Inc. (a nonprofit Organization) as of December 31, 2003, and the related statements of activities and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of The New Rochelle Fund for Educational Excellence, Inc.

A review consists principally of inquiries of the Foundation's personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.



Paul H. Lenok, CPA

Scarsdale, New York
November 10, 2004

THE NEW ROCHELLE FUND FOR EDUCATIONAL EXCELLENCE, INC.

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2003

ASSETS

Cash and Cash Equivalents	\$ 53,443
Short-Term Investments	20,284
Prepaid Expenses	1,237
Long-Term Investments	<u>71,050</u>
TOTAL ASSETS	<u>\$ 146,014</u>

LIABILITIES

Program Fees Collected In Advance	\$ 13,185
Accrued Expenses	1,828
Payroll Taxes Withheld	<u>1,114</u>
Total Liabilities	<u>16,127</u>

NET ASSETS

Unrestricted	<u>129,887</u>
Total Net Assets	<u>129,887</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 146,014</u>

See Accountant's Review Report and
Notes to Financial Statements

THE NEW ROCHELLE FUND FOR EDUCATIONAL EXCELLENCE, INC.

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2003

CHANGES IN UNRESTRICTED NET ASSETS	
UNRESTRICTED REVENUES AND GAINS	
FUND-RAISING ACTIVITIES:	
Lincoln Center	\$ 116,573
5K Walk and Run	4,432
Pancake Breakfast	1,420
TOTAL FUND-RAISING ACTIVITIES	<u>122,425</u>
PROGRAM SUPPORT:	
Kaplan SAT Program Service Fee	46,320
Civics Week	11,900
General Contributions	12,889
Jeremy Scheinfeld Publishing	3,798
Agenda Books	1,520
Investment Return	1,635
TOTAL PROGRAM SUPPORT	<u>78,062</u>
TOTAL UNRESTRICTED REVENUES AND GAINS	<u>200,487</u>
EXPENSES	
FUND-RAISING ACTIVITIES:	
Lincoln Center	81,929
5K Walk and Run	2,482
Pancake Breakfast	309
TOTAL FUND-RAISING ACTIVITIES	<u>84,720</u>
PROGRAM SERVICES:	
Kaplan SAT Review	58,758
Chess in Our Schools Program Grant	15,000
Jeremy Scheinfeld Publishing	7,657
Theater Workshop Grant	6,000
Agenda Books	3,775
Civics Week	3,758
Band Luncheon	1,014
TOTAL PROGRAM SERVICES	<u>95,962</u>
ADMINISTRATION EXPENSES	
Administration Salary and Payroll Taxes	26,176
Newsletter Printing and Postage	4,104
Stationery, Supplies, Printing and Postage	1,640
Meetings and Memberships	785
Bank Charges and Filing Fee	166
TOTAL ADMINISTRATION EXPENSES	<u>32,871</u>
TOTAL EXPENSES	<u>213,553</u>
INCREASE (DECREASE) IN UNRESTRICTED NET ASSETS	(13,066)
NET ASSETS, Beginning of year	<u>142,953</u>
NET ASSETS, End of year	<u>\$ 129,887</u>

See Accountant's Review Report and
Notes to Financial Statements

THE NEW ROCHELLE FUND FOR EDUCATIONAL EXCELLENCE, INC.

STATEMENT OF CASH FLOWS

YEAR ENDED DECEMBER 31, 2003

CASH FLOWS FROM OPERATING ACTIVITIES

Increase (decrease) net assets	\$(13,066)
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Unrealized gain on investments	(221)
(Increase) decrease in operating assets:	
Prepaid expenses	10,839
Increase (decrease) in operating liabilities:	
Program fees collected in advance	13,185
Program service expenses payable	(47,908)
Accrued expenses and payroll taxes	<u>(309)</u>
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>(37,480)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from maturity of long-term investments	<u>65,044</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>65,044</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	27,564
CASH AND CASH EQUIVALENTS - Beginning of year	<u>25,879</u>
CASH AND CASH EQUIVALENTS - End of year	<u>\$ 53,443</u>

See Accountant's Review Report and
Notes to Financial Statement

THE NEW ROCHELLE FUND FOR EDUCATIONAL EXCELLENCE, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2003

NOTE A - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

NATURE OF ACTIVITIES

The New Rochelle Fund For Educational Excellence, Inc. (the Foundation) supports the public schools of the City School District of New Rochelle by all appropriate means, and in particular by encouraging greater support for the schools from the public, alumni, parents, students, the community, the business sector, charitable Foundations and others; by generating financial support for projects, programs and proposals for the schools; and, by working to enhance the continued excellence of the schools through greater involvement in and support of the programs and offerings of the schools. The Foundation is supported primarily through donor contributions and grants.

PROMISES TO GIVE

Contributions are recognized when the donor makes a promise to give to the Foundation that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

The Foundation uses the allowance method to determine uncollectible unconditional promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made.

THE NEW ROCHELLE FUND FOR EDUCATIONAL EXCELLENCE, INC.

NOTES TO FINANCIAL STATEMENTS
(CONTINUED)

DECEMBER 31, 2003

NOTE A - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

CONTRIBUTED SERVICES

During the year ended December 31, 2003, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded.

In addition, many individuals volunteer their time and perform a variety of tasks that assist the Foundation but these services do not meet the criteria for recognition as contributed services. The Foundation receives more than 3,000 volunteer hours per year.

ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

PROPERTY AND EQUIPMENT

It is the Foundation's policy to capitalize property and equipment over \$1,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, the Foundation

THE NEW ROCHELLE FUND FOR EDUCATIONAL EXCELLENCE, INC.

NOTES TO FINANCIAL STATEMENTS
(CONTINUED)

DECEMBER 31, 2003

NOTE A - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

PROPERTY AND EQUIPMENT (Continued)

reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Foundation reclassifies temporarily restricted net assets to unrestricted net assets at that time. Property and equipment are depreciated using the straight-line method.

FINANCIAL STATEMENT PRESENTATION

The Foundation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. As permitted by the statement, the Foundation does not use Fund accounting.

CONTRIBUTIONS

Under SFAS No. 116, *Accounting for Contributions Received and Contributions Made*, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions.

INCOME TAXES

The Foundation is a not-for-profit Organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private Foundation.

THE NEW ROCHELLE FUND FOR EDUCATIONAL EXCELLENCE, INC.

NOTES TO FINANCIAL STATEMENTS
(CONTINUED)

DECEMBER 31, 2003

NOTE A - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

INVESTMENTS

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

CASH AND CASH EQUIVALENTS

For purposes of the statements of cash flows, the Foundation considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

NOTE B - INVESTMENTS

Long-term investments are stated at fair market value. Fair values and unrealized appreciation at December 31, 2003, are summarized as follows:

Fair Value	\$ 91,334
Cost	<u>91,113</u>
Unrealized Appreciation	<u>\$ 221</u>

THE NEW ROCHELLE FUND FOR EDUCATIONAL EXCELLENCE, INC.

NOTES TO FINANCIAL STATEMENTS
(CONTINUED)

DECEMBER 31, 2003

NOTE B - INVESTMENTS (Continued)

The following schedule summarizes the investment return and its classification in the statement of activities for the year ended December 31, 2003:

Interest Income	\$ 3,816
Dividend Income	654
Net Realized and Unrealized (Loss)	<u>(2,835)</u>
Net Investment Return	<u>\$ 1,635</u>