

Return of Organization Exempt From Income Tax

OMB No. 1545-0047

2002

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 2002 calendar year, or tax year period beginning **JUL 1, 2002** and ending **JUN 30, 2003**

B Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	Please use IRS label or print or type See Specific Instructions	C Name of organization ALAMANCE COUNTY ARTS COUNCIL, INC.		D Employer identification number 56-0751151
		Number and street (or P O box if mail is not delivered to street address) Room/suite 213 SOUTH MAIN STREET		E Telephone number (336) 226-4495
		City or town, state or country, and ZIP + 4 GRAHAM, NC 27253		F Accounting method <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> 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)

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 Enter 4-digit GEN

G Web site **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 **542,732.**

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

		1a		1b		1c		1d	
Revenue	1	Contributions, gifts, grants, and similar amounts received							
	a	Direct public support		15,124.					
	b	Indirect public support							
	c	Government contributions (grants)		65,571.					
	d	Total (add lines 1a through 1c) (cash \$ 72,571. noncash \$ 8,124.)						80,695.	
	2	Program service revenue including government fees and contracts (from Part VII, line 93)						176,235.	
	3	Membership dues and assessments						95,285.	
	4	Interest on savings and temporary cash investments						93.	
	5	Dividends and interest from securities						3,324.	
	6a	Gross rents							
b	Less rental expenses								
c	Net rental income or (loss) (subtract line 6b from line 6a)						6c		
7	Other investment income (describe)						7		
8a	Gross amount from sale of assets other than inventory		(A) Securities		(B) Other				
			50,451.	8a					
	Less cost or other basis and sales expenses		55,944.	8b					
	Gain or (loss) (attach schedule)		<5,493.>	8c					
d	Net gain or (loss) (combine line 8c, column (A) and (B))		STMT 1				8d <5,493.>		
9	Special events and activities (attach schedule)								
	a	Gross revenue (not including \$ 0. of contributions reported on line 1a) (attach schedule)		9a	113,760.				
	b	Less direct expenses other than fundraising expenses		9b	61,376.				
	c	Net income or (loss) from special events (subtract line 9b from line 9a)		SEE STATEMENT 2				9c 52,384.	
10a	Gross sales of inventory less returns and allowances		10a	6,231.					
	b	Less cost of goods sold		10b	6,231.				
	c	Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a)		STMT 3				10c	
11	Other revenue (from Part VII, line 103)						11 16,658.		
12	Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)						12 419,181.		
Expenses	13	Program services (from line 44, column (B))						13 415,986.	
	14	Management and general (from line 44, column (C))						14 15,439.	
	15	Fundraising (from line 44, column (D))						15 106.	
	16	Payments to affiliates (attach schedule)						16	
	17	Total expenses (add lines 16 and 44, column (A))						17 431,531.	
18	Excess or (deficit) for the year (subtract line 17 from line 12)						18 <12,350.>		
Net Assets	19	Net assets or fund balances at beginning of year (from line 73, column (A))						19 689,711.	
	20	Other changes in net assets or fund balances (attach explanation)						20 0.	
	21	Net assets or fund balances at end of year (combine lines 18, 19, and 20)						21 677,361.	

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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 Page 2

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 \$ _____ noncash \$ _____	22			
23 Specific assistance to individuals (attach schedule)	23			
24 Benefits paid to or for members (attach schedule)	24			
25 Compensation of officers, directors, etc	25	0.	0.	0.
26 Other salaries and wages	26	110,362.	99,326.	11,036.
27 Pension plan contributions	27	1,200.	1,080.	120.
28 Other employee benefits	28	12,170.	10,953.	1,217.
29 Payroll taxes	29	10,079.	9,071.	1,008.
30 Professional fundraising fees	30			
31 Accounting fees	31	15,255.	13,729.	1,526.
32 Legal fees	32			
33 Supplies	33	6,542.	6,542.	
34 Telephone	34	3,398.	3,398.	
35 Postage and shipping	35	7,201.	7,201.	
36 Occupancy	36			
37 Equipment rental and maintenance	37	6,722.	6,722.	
38 Printing and publications	38	5,819.	5,819.	
39 Travel	39			
40 Conferences, conventions, and meetings	40			
41 Interest	41			
42 Depreciation, depletion, etc (attach schedule)	42	47,000.	47,000.	
43 Other expenses not covered above (itemize)				
a _____	43a			
b _____	43b			
c _____	43c			
d _____	43d			
e SEE STATEMENT 4	43e	205,783.	205,145.	532.
44 Total functional expenses (add lines 22 through 43). Organizations completing columns (B)-(D) carry these totals to lines 13-15	44	431,531.	415,986.	15,439.

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	Program Service Expenses (Required for 501(c)(3) and (4) orgs. and 4947(a)(1) trusts but optional for others.)
a ALAMANCE ARTS COUNCIL	
(Grants and allocations \$ _____)	327,566.
b FIREHOUSE GALLERY/GIFT SHOP	
(Grants and allocations \$ _____)	88,420.
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)	415,986.

Part IV Balance Sheets

Note		(A)		(B)		
Where required, attached schedules and amounts within the description column should be for end-of-year amounts only		Beginning of year		End of year		
Assets	45	Cash - non-interest-bearing		45		
	46	Savings and temporary cash investments	123,486.	46	121,239.	
	47 a	Accounts receivable	47a	605.		
	b	Less allowance for doubtful accounts	47b		47c	605.
	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		16,414.	52	22,389.
	53	Prepaid expenses and deferred charges		1,966.	53	4,411.
	54	Investments - securities			54	
	55 a	Investments - land, buildings, and equipment: basis	55a			
	b	Less accumulated depreciation	55b		55c	
56	Investments - other	SEE STATEMENT 6	145,034.	56	155,485.	
57 a	Land, buildings, and equipment: basis	57a	655,255.			
b	Less accumulated depreciation	57b	267,856.	57c	387,399.	
58	Other assets (describe ▶ _____)			58		
59	Total assets (add lines 45 through 58) (must equal line 74)		700,522.	59	691,528.	
Liabilities	60	Accounts payable and accrued expenses		8,442.	60	12,454.
	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 7)		2,369.	65	1,713.	
66	Total liabilities (add lines 60 through 65)		10,811.	66	14,167.	
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		592,816.	67	576,530.
	68	Temporarily restricted			68	1,555.
	69	Permanently restricted		96,895.	69	99,276.
	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)		689,711.	73	677,361.	
74	Total liabilities and net assets / fund balances (add lines 66 and 73)		700,522.	74	691,528.	

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.

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		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		X
78 a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?		X
b	If "Yes," has it filed a tax return on Form 990-T for this year? N/A		
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement		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?		X
b	If "Yes," enter the name of the organization <input type="checkbox"/> 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 0.		
b	Did the organization file Form 1120-POL for this year?		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?		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 N/A		
83 a	Did the organization comply with the public inspection requirements for returns and exemption applications?	X	
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions?	X	
84 a	Did the organization solicit any contributions or gifts that were not tax deductible?		X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible? N/A		
85	501(c)(4), (5), or (6) organizations a Were substantially all dues nondeductible by members? N/A		
b	Did the organization make only in-house lobbying expenditures of \$2,000 or less? If "Yes" was answered to either 85a or 85b, do not complete 85c through 85h unless the organization received a waiver for proxy tax owed for the prior year N/A		
c	Dues, assessments, and similar amounts from members 85c N/A		
d	Section 162(e) lobbying and political expenditures 85d N/A		
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices 85e N/A		
f	Taxable amount of lobbying and political expenditures (line 85d less 85e) 85f N/A		
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f? N/A		
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		
86	501(c)(7) organizations Enter a Initiation fees and capital contributions included on line 12 86a N/A		
b	Gross receipts, included on line 12, for public use of club facilities 86b N/A		
87	501(c)(12) organizations Enter a Gross income from members or shareholders 87a N/A		
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them) 87b N/A		
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		X
89 a	501(c)(3) organizations Enter Amount of tax imposed on the organization during the year under section 4911 <input type="text" value="0."/> , section 4912 <input type="text" value="0."/> , section 4955 <input type="text" value="0."/>		
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		X
c	Enter Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 0.		
d	Enter Amount of tax on line 89c, above, reimbursed by the organization 0.		
90 a	List the states with which a copy of this return is filed <input type="text" value="NORTH CAROLINA"/>		
b	Number of employees employed in the pay period that includes March 12, 2002 90b 4		
91	The books are in care of <input type="text" value="CARY WORTHY"/> Telephone no <input type="text" value="336-226-4495"/>		
Located at <input type="text" value="213 SOUTH MAIN STREET, GRAHAM, NC"/>		ZIP+4 <input type="text" value="27253"/>	
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 92 N/A		

Part VII Analysis of Income-Producing Activities (See page 31 of the instructions)

	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	
Note Enter gross amounts unless otherwise indicated					
93 Program service revenue					
a PROGRAM INCOME					77,095.
b FIREHOUSE GALLERY					99,140.
c _____					
d _____					
e _____					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					95,285.
95 Interest on savings and temporary cash investments			14	93.	
96 Dividends and interest from securities			14	3,324.	
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					<5,493.>
101 Net income or (loss) from special events					52,384.
102 Gross profit or (loss) from sales of inventory					
103 Other revenue					
a RENTAL INCOME			16	5,510.	
b NON-CASH CONT					4,120.
c UNREALIZED GAIN(LOSS)					7,028.
d _____					
e _____					
104 Subtotal (add columns (B), (D), and (E))		0.		8,927.	329,559.
105 Total (add line 104, columns (B), (D), and (E))					338,486.

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 32 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)
93A	PROGRAMS PROVIDED TO THE COMMUNITY BY THE ARTS COUNCIL
93B	ART SOLD TO THE PUBLIC ON CONSIGNMENT BY LOCAL ARTISTS

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See page 32 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 33 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

Preparer (if not the filer) accompanying schedules and statements, and to the best of my knowledge and belief, it is true and correct information of which preparer has any knowledge

1-13-03
 Type or print name and title
 Date Check if 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

2002

Name of the organization

ALAMANCE COUNTY ARTS COUNCIL, INC.

Employer identification number

56 0751151

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
NONE -----		

Total number of others receiving over \$50,000 for professional services ▶ 0		

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 1 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		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 Does the organization make grants for scholarships, fellowships, student loans, etc.? (See Note below)	3	X
4 Do you have a section 403(b) annuity plan for your employees?	4	X

Note Attach a statement to explain how the organization determines that individuals or organizations receiving grants or loans from it in furtherance of its charitable programs "qualify" to receive payments

Part IV Reason for Non-Private Foundation Status (See pages 3 through 5 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)(v) (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)(v) (Also complete the **Support Schedule** in Part IV-A.)
- 11b A community trust Section 170(b)(1)(A)(v) (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 5 of the instructions)

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) 2001	(b) 2000	(c) 1999	(d) 1998	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28.)	86,186.	99,888.	116,361.	104,336.	406,771.
16 Membership fees received	97,534.	93,917.	78,789.	59,867.	330,107.
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	326,144.	361,013.	312,893.	321,188.	1,321,238.
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	<3,239.>	<1,003.>	11,595.	7,519.	14,872.
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.	38.	503.	920.	<1,071.>	390.
23 Total of lines 15 through 22	506,663.	554,318.	520,558.	491,839.	2,073,378.
24 Line 23 minus line 17	180,519.	193,305.	207,665.	170,651.	752,140.
25 Enter 1% of line 23	5,067.	5,543.	5,206.	4,918.	

26 Organizations described on lines 10 or 11	a Enter 2% of amount in column (e), line 24	26a	15,043.
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 1998 through 2001 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the sum of all these excess amounts.		26b	379,618.
c Total support for section 509(a)(1) test: Enter line 24, column (e)		26c	752,140.
d Add: Amounts from column (e) for lines 18 14,872. 19 22 390. 26b 379,618.		26d	394,880.
e Public support (line 26c minus line 26d total)		26e	357,260.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))		26f	47.4991%

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: (2001) N/A (2000) (1999) (1998)		
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: (2001) (2000) (1999) (1998)			
c Add: Amounts from column (e) for lines 15 16 17 20 21		27c	N/A
d Add: Line 27a total and line 27b total		27d	N/A
e Public support (line 27c total minus line 27d total)		27e	N/A
f Total support for section 509(a)(2) test: Enter amount on line 23, column (e)	27f N/A		
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))		27g	N/A %
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))		27h	N/A %

28 Unusual Grants For an organization described in line 10, 11, or 12 that received any unusual grants during 1998 through 2001, 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.

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	

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" style="width: 100%;"> <tr> <td style="width: 50%;">If the amount on line 40 is -</td> <td style="width: 50%;">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
	(a) 2002	(b) 2001	(c) 2000	(d) 1999	(e) Total
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

(For reporting only by organizations that did not complete Part VI-A) (See page 11 of the instructions)

N/A

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	Yes	No	Amount
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

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)	
MISCELLANEOUS SALES OF INVESTMENT FUNDS	50,451.	55,944.	0.	<5,493.>	
TO FORM 990, PART I, LINE 8	50,451.	55,944.	0.	<5,493.>	

FORM 990	SPECIAL EVENTS AND ACTIVITIES				STATEMENT	2
DESCRIPTION OF EVENT	GROSS RECEIPTS	CONTRIBUT. INCLUDED	GROSS REVENUE	DIRECT EXPENSES	NET INCOME	
BEAUX ART BALL TICKETS, AUCTIONS, CONTRIBUTIONS	41,202.		41,202.	17,676.	23,526.	
PLAY - SMOKEY JOES	38,822.		38,822.	30,551.	8,271.	
A LA CARTE	10,960.		10,960.	2,265.	8,695.	
BRIGHTWOOD	13,715.		13,715.	5,843.	7,872.	
VIETRI	8,101.		8,101.	4,546.	3,555.	
CHRISTMAS BREAKFAST	960.		960.	495.465.		
TO FM 990, PART I, LINE 9	113,760.		113,760.	61,376.	52,384.	

FORM 990

INCOME AND COST OF GOODS SOLD
INCLUDED ON PART I, LINE 10

STATEMENT 3

INCOME

1. GROSS RECEIPTS	6,231	
2. RETURNS AND ALLOWANCES		
3. LINE 1 LESS LINE 2		6,231
4. COST OF GOODS SOLD (LINE 13)	6,231	
5. GROSS PROFIT (LINE 3 LESS LINE 4)		

COST OF GOODS SOLD

6. INVENTORY AT BEGINNING OF YEAR	16,414	
7. MERCHANDISE PURCHASED	12,206	
8. COST OF LABOR		
9. MATERIALS AND SUPPLIES		
10. OTHER COSTS		
11. ADD LINES 6 THROUGH 10		28,620
12. INVENTORY AT END OF YEAR	22,389	
13. COST OF GOODS SOLD (LINE 11 LESS LINE 12). .		6,231

FORM 990	OTHER EXPENSES			STATEMENT 4
DESCRIPTION	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING
BANK/INVESTMENT FEES	3,013.	3,013.		
DUES AND				
SUBSCRIPTIONS	1,829.	1,829.		
INSURANCE	5,317.	4,785.	532.	
OFFICE SUPPLIES	2,863.	2,863.		
REPAIRS AND				
MAINTENANCE	5,334.	5,334.		
TAXES AND LICENSES	5,941.	5,941.		
MISCELLANEOUS	1,813.	1,813.		
UTILITIES	7,514.	7,514.		
COMMISSION EXPENSE	54,795.	54,795.		
ADVERTISING	7,085.	7,085.		
PROGRAM EXPENSE	57,505.	57,505.		
GRASSROOT				
DISBURSEMENT	7,665.	7,665.		
SCHOLARSHIP AWARDS	2,000.	2,000.		
BRICK EXPENSE	106.			106.
CATERING	3,980.	3,980.		
CONTINUING EDUCATION	100.	100.		
CONTRACT LABOR	21,875.	21,875.		
HONORARIUMS	4,255.	4,255.		
PURCHASES	12,206.	12,206.		
RENTALS	587.	587.		
TOTAL TO FM 990, LN 43	205,783.	205,145.	532.	106.

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

EXPLANATION

PROVIDING MEMBERS AND THE SURROUNDING COMMUNITY WITH ARTISTIC ASSISTANCE AND INSTRUCTIONS

FORM 990	OTHER INVESTMENTS	STATEMENT	6
DESCRIPTION	VALUATION METHOD	AMOUNT	
PERMANENT ART COLLECTION	COST	56,209.	
INVESTMENT - ENDOWMENT	COST	99,276.	
TOTAL TO FORM 990, PART IV, LINE 56, COLUMN B		155,485.	

FORM 990	OTHER LIABILITIES	STATEMENT	7
DESCRIPTION		AMOUNT	
SALES TAX PAYABLE		644.	
ACCRUED VACATION		675.	
ACCRUED PAYROLL TAXES		394.	
TOTAL TO FORM 990, PART IV, LINE 65, COLUMN B		1,713.	

FORM 990 PART V - LIST OF OFFICERS, DIRECTORS, STATEMENT 8
 TRUSTEES AND KEY EMPLOYEES

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN- SATION	EMPLOYEE	
			BEN PLAN CONTRIB	EXPENSE ACCOUNT
MRS. SHAWN SMITH 1565 YORK PLACE BURLINGTON, NC 27215	PRESIDENT 0.	0.	0.	0.
MR. FAIRFAX C. REYNOLDS PO BOX 1797 BURLINGTON, NC 27216	PAST PRES. 0.	0.	0.	0.
MR. JOHN MOON 935 RIVER RIDGE ROAD MEBANE, NC 27302	TREASURER 0.	0.	0.	0.
MR. JACK R. LINDLEY PO BOX 2055 BURLINGTON, NC 27216	ASSOC. TREAS. 0.	0.	0.	0.
MS. BRENDA HAMPTON 125 GEORGETOWN DRIVE ELON COLLEGE, 27244	SECRETARY 0.	0.	0.	0.
MS. JUDY PENNINGTON PO BOX 1837 BURLINGTON, NC 27216	VICE PRESIDENT 0.	0.	0.	0.
MR. LENNIE STOUT 213 N. MELVILLE STREET GRAHAM, NC 27253	VICE PRESIDENT 0.	0.	0.	0.
MS. PAT COCKRELL 2030 GURNEY COURT BURLINGTON, NC 27215	DIRECTOR 0.	0.	0.	0.
MS. DEBORAH CLARK 3869 BARNETT RD. MEBANE, NC 27302	DIRECTOR 0.	0.	0.	0.
MR. RICK FISHER 844 S. MAIN STREET BURLINGTON, NC 27215	DIRECTOR 0.	0.	0.	0.
MR. GREG LUNSFORD P.O. BOX 939 BURLINGTON, NC 27216	DIRECTOR 0.	0.	0.	0.

MS. JOYCE GROSS 424 MEADOWOOD DR. BURLINGTON, NC 27215	DIRECTOR 0.	0.	0.	0.
MRS. DEBBIE PETTY 203 BENJAMIN CT. BURLINGTON, NC 27215	DIRECTOR 0.	0.	0.	0.
MS. MARVA SLADE-PATRICK 531 COOK RD. ELON COLLEGE, 27244	DIRECTOR 0.	0.	0.	0.
MS. MARY JO HOLT 605 ISLEY PLACE BURLINGTON, NC 27215	DIRECTOR 0.	0.	0.	0.
MRS. CARRIE THOMPSON 521 OAKWOOD LANE GRAHAM, NC 27253	DIRECTOR 0.	0.	0.	0.
MS. BRENDA SMITH 936 RIVERS EDGE DRIVE GRAHAM, NC 27253	DIRECTOR 0.	0.	0.	0.
MS. DOROTHY SUTTON 505 SOUTH 5TH STREET MEBANE, NC 27302	DIRECTOR 0.	0.	0.	0.
MS. ANITA SMITH 2446 PINEWAY DRIVE BURLINGTON, NC 27215	DIRECTOR 0.	0.	0.	0.
MR. TROY WOODARD 528 E. PINE STREET GRAHAM, NC 27253	DIRECTOR 0.	0.	0.	0.
MS. AMY HUFFMAN 408 DALKIN STREET BURLINGTON, NC 27215	RND TABLE REP 0.	0.	0.	0.
MR. JUDE LOBE 303 S. EIGHTH STREET MEBANE, NC 27302	RND TABLE REP 0.	0.	0.	0.
MS. MARY ALICE BRAGG 716 WEST DAVIS STREET BURLINGTON, NC 27215	RND TABLE REP 0.	0.	0.	0.
MS. HARRIET WHITLEY 612 COUNTRY CLUB DRIVE BURLINGTON, NC 27215	RND TABLE REP 0.	0.	0.	0.

L.M. WOOD 263 WILDLIFE CLUB RD. GRAHAM, NC 27253	RND TABLE REP 0.	0.	0.	0.
MS. AMY PENDERGRAPH 106 E. WASHINGTON STREET MEBANE, NC 27302	COMMUNITY REP 0.	0.	0.	0.
MRS. LISA WOLFF PO BOX 1358 BURLINGTON, NC 27216	COMMUNITY REP 0.	0.	0.	0.
MR. BRIAN FAUCETTE 205 E MCADEN STREET GRAHAM, NC 27253	COMMUNITY REP 0.	0.	0.	0.
TOTALS INCLUDED ON FORM 990, PART V		0.	0.	0.

SCHEDULE A	OTHER INCOME			STATEMENT	9
DESCRIPTION	2001 AMOUNT	2000 AMOUNT	1999 AMOUNT	1998 AMOUNT	
SALE OF ASSETS	0.	374.	0.	<1,214.>	
MISCELLANEOUS	38.	129.	920.	143.	
TOTAL TO SCHEDULE A, LINE 22	38.	503.	920.	<1,071.>	

Part V Listed Property (Include automobiles certain other vehicles, cellular telephones certain computers, and property used for entertainment, recreation, or amusement)
Note For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable

Section A - Depreciation and Other Information (Caution See instructions for limits for passenger automobiles)

24a Do you have evidence to support the business/investment use claimed? Yes No 24b If "Yes," is the evidence written? Yes No

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction	(i) Elected section 179 cost
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use							25	
26 Property used more than 50% in a qualified business use								
		%						
		%						
		%						
27 Property used 50% or less in a qualified business use								
		%				S/L		
		%				S/L -		
		%				S/L		
28 Add amounts in column (h), lines 25 through 27 Enter here and on line 21, page 1							28	
29 Add amounts in column (i), line 26 Enter here and on line 7, page 1								29

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person
 If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles

	(a) Vehicle		(b) Vehicle		(c) Vehicle		(d) Vehicle		(e) Vehicle		(f) Vehicle	
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
30 Total business/investment miles driven during the year (do not include commuting miles)												
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year Add lines 30 through 32												
34 Was the vehicle available for personal use during off-duty hours?												
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? Note If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles		

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2002 tax year					
43 Amortization of costs that began before your 2002 tax year					43
44 Total Add amounts in column (f) See instructions for where to report					44

Tax Asset Detail 7/01/02 - 6/30/03

Asset *	Property Description	Date In Service	Cost	Sec 179 Exp Current = c	Tax Sec 168(k) Amt	Prior Depreciation	Current Depreciation	End Depreciation	Net Book Value	Method	Period
Group. ARTS AROUND SQUARE EQUIP.											
97	METAL COUPLINGS	1/01/91	440 00	0 00	0 00	440 00	0 00	440 00	0 00	200DB	7 0
98	ALUMINUM PIPING	1/01/91	500 00	0 00	0 00	500 00	0 00	500 00	0 00	200DB	7 0
99	CANVAS COVERS	1/01/91	500 00	0 00	0 00	500 00	0 00	500 00	0 00	200DB	7 0
100	VINYL STAGE SIGNS	1/01/91	1,600 00	0 00	0 00	1,600 00	0 00	1,600 00	0 00	200DB	7 0
102	STANDS WITH BACKDROPS	4/28/92	1,307 49	0 00	0 00	1,307 49	0 00	1,307 49	0 00	200DB	7 0
	ARTS AROUND SQUARE EQUIP.		4,347 49	0 00c	0 00	4,347 49	0 00	4,347 49	0 00		
Group. CAPTAIN WHITE HOUSE											
129	ARCHITECTURAL FEES	6/30/97	16,735 67	0 00	0 00	5,578 55	1,115 71	6,694 26	10,041 41	S/L	15 0
130	CONSTRUCTION FEES	6/30/97	11,333 20	0 00	0 00	3,777 75	755 55	4,533 30	6,799 90	S/L	15 0
131	FENCE	5/04/98	825 00	0 00	0 00	247 50	55 00	302 50	522 50	S/L	15 0
132	LANDSCAPING OF CWH	5/11/98	21,644 49	0 00	0 00	6,493 36	1,442 97	7,936 33	13,708 16	S/L	15 0
133	ELECTRICAL WORK	3/27/98	1,035 60	0 00	0 00	310 68	69 04	379 72	655 88	S/L	15 0
135	LANDSCAPING	5/11/98	1,310 00	0 00	0 00	392 99	87 33	480 32	829 68	S/L	15 0
136	WALLPAPER	4/27/98	888 37	0 00	0 00	571 10	126 91	698 01	190 36	S/L	7 0
137	SECURITY CONCEPTS ALARM	4/03/98	1,300 00	0 00	0 00	835 70	185 71	1,021 41	278 59	S/L	7 0
138	STAR ELECT-ELECTRICAL WOI	3/25/98	61,017 82	0 00	0 00	18,305 33	4,067 85	22,373 18	38,644 64	S/L	15 0
139	CHISOLM HEATING & AIR	1/22/98	35,308 79	0 00	0 00	10,592 64	2,353 92	12,946 56	22,362 23	S/L	15 0
140	KW DODSON CWH CONSTRUC	3/25/98	348,214 45	0 00	0 00	104,464 35	23,214 30	127,678 65	220,535 80	S/L	15 0
141	BRICK SIDEWALKING	4/30/98	13,396 10	0 00	0 00	4,018 82	893 07	4,911 89	8,484 21	S/L	15 0
142	SHELLVING	3/31/98	419 95	0 00	0 00	126 00	28 00	154 00	265 95	S/L	15 0
143	REFINISH FIREPLACE	4/15/98	900 00	0 00	0 00	270 00	60 00	330 00	570 00	S/L	15 0
144	OFFICE DESIGNS	6/30/98	400 00	0 00	0 00	120 01	26 67	146 68	253 32	S/L	15 0
145	CONSTRUCTION	6/30/96	6,500 00	0 00	0 00	1,733 32	433 33	2,166 65	4,333 35	S/L	15 0
150	THOMAS BONEY IRON ARBOR	8/20/98	6,500 00	0 00	0 00	1,661 10	433 33	2,094 43	4,405 57	S/L	15 0
151	UPSTAIRS RAILINGS	11/09/98	746 33	0 00	0 00	182 45	49 76	232 21	514 12	S/L	15 0
168	IRRIGATION SYSTEM	5/30/00	6,227 10	0 00	0 00	864 88	415 14	1,280 02	4,947 08	S/L	15 0
	CAPTAIN WHITE HOUSE		534,702 87	0 00c	0 00	160,546 53	35,813 59	196,360 12	338,342 75		
Group. EQUIPMENT ARTS COUNCIL											
118	LASER PRINTER	8/09/91	992 04	0 00	0 00	992 04	0 00	992 04	0 00	200DB	7 0
120	PANASONIC TYPWRITER	6/09/92	422 94	0 00	0 00	422 94	0 00	422 94	0 00	200DB	7 0
121	COMPUTER SOFTWARE-WINDC	9/18/92	272 09	0 00	0 00	272 09	0 00	272 09	0 00	S/L	5 0
122	CHANDLIER	1/11/93	255 36	0 00	0 00	255 36	0 00	255 36	0 00	S/L	5 0
124	48 EASELS	8/15/93	672 47	0 00	0 00	672 47	0 00	672 47	0 00	S/L	5 0
126	COMPUTER	9/30/97	2,852 69	0 00	0 00	2,567 43	285 26	2,852 69	0 00	S/L	5 0
127	TELEPHONE SYSTEM - CWH	5/21/98	4,714 18	0 00	0 00	4,242 78	471 40	4,714 18	0 00	S/L	5 0
128			0 00	0 00	0 00	0 00	0 00	0 00	0 00		0 0
147	PRINTER	2/28/99	649 99	0 00	0 00	530 66	73 43	604 09	45 90	200DB	5 0
163	COMPUTER MONITOR	8/13/98	308 62	0 00	0 00	272 03	33 78	305 81	2 81	200DB	5 0
	EQUIPMENT ARTS COUNCIL		11,140 38	0 00c	0 00	10,227 80	863 87	11,091 67	48 71		

Tax Asset Detail 7/01/02 - 6/30/03

Asset #	Property Description	Date in Service	Cost	Sec 179 Exp Current = c	Tax Sec 168(k) Amt	Prior Depreciation	Current Depreciation	End Depreciation	Net Book Value	Method	Period
FURNITURE & FIXTURES											
1	50 STACKABLE CHAIRS	6/30/89	1,300.00	0.00	0.00	1,300.00	0.00	1,300.00	0.00	S/L	50
4	2 EXECUTIVE/SECRETARIAL C	12/31/86	250.00	0.00	0.00	250.00	0.00	250.00	0.00	S/L	50
7	1 WOODEN EXECUTIVE DESK	12/31/86	750.00	0.00	0.00	750.00	0.00	750.00	0.00	S/L	50
8	10 PORTABLE EASLES	5/31/90	100.00	0.00	0.00	100.00	0.00	100.00	0.00	S/L	50
10	1 FOUR DRAWER METAL FILIN	12/31/86	100.00	0.00	0.00	100.00	0.00	100.00	0.00	S/L	50
11	2 FOUR DRAWER METAL FILIN	6/30/90	200.00	0.00	0.00	200.00	0.00	200.00	0.00	S/L	50
12	4 PAINTNED 69" TABLES	12/31/86	800.00	0.00	0.00	800.00	0.00	800.00	0.00	S/L	50
18	3 SMALL WOODEN TABLES	12/31/86	30.00	0.00	0.00	30.00	0.00	30.00	0.00	S/L	50
19	1 SMALL WOODEN 3 SHELF BO	12/31/86	200.00	0.00	0.00	200.00	0.00	200.00	0.00	S/L	50
20	1 LARGE WOODEN BOOKCASE	12/31/86	450.00	0.00	0.00	450.00	0.00	450.00	0.00	S/L	50
21	1 LARGE WOODEN STORAGE C	12/31/86	250.00	0.00	0.00	250.00	0.00	250.00	0.00	S/L	50
23	2 GLASS SHELF SHOWCASES	7/31/88	150.00	0.00	0.00	150.00	0.00	150.00	0.00	S/L	50
24	1 SECRETARIAL CHAIR	6/30/90	100.00	0.00	0.00	100.00	0.00	100.00	0.00	S/L	50
25	1 JEWELRY SHOWCASE	12/31/86	150.00	0.00	0.00	150.00	0.00	150.00	0.00	S/L	50
26	2 CHIPPENDALE BENCHES (OU	6/30/90	400.00	0.00	0.00	400.00	0.00	400.00	0.00	S/L	50
33	2 CHIPPENDALE PLANTERS	12/31/86	200.00	0.00	0.00	200.00	0.00	200.00	0.00	S/L	50
34	SIGN	7/31/87	430.00	0.00	0.00	430.00	0.00	430.00	0.00	S/L	50
35	CAMERA EQUIPMENT	1/01/84	3,500.00	0.00	0.00	3,500.00	0.00	3,500.00	0.00	S/L	50
36	PEDESTALS	12/31/85	500.00	0.00	0.00	500.00	0.00	500.00	0.00	S/L	50
44	CUBES FOR DISPLAY	7/17/92	856.00	0.00	0.00	856.00	0.00	856.00	0.00	S/L	50
45	CHINA DISPLAY CASE	5/28/93	772.74	0.00	0.00	772.74	0.00	772.74	0.00	S/L	50
47	FABRIC FOR DISPLAY	12/15/92	2,000.00	0.00	0.00	2,000.00	0.00	2,000.00	0.00	S/L	50
48	BAB CHAIR COVERS	11/08/95	3,636.00	0.00	0.00	3,636.00	162.25	3,636.00	0.00	200DB	70
49	1 FRONT PORCH FURNITURE - C,	4/15/98	2,316.00	0.00	0.00	1,488.87	330.86	1,819.73	496.27	S/L	70
50	RECOVER OFFICE FURNITURE	5/15/98	1,919.82	0.00	0.00	1,234.17	274.26	1,508.43	411.39	S/L	70
51	CWH RUGS	3/31/98	3,694.95	0.00	0.00	2,375.33	527.85	2,903.18	791.77	S/L	70
152	LION'S HEAD URNS	7/15/98	583.00	0.00	0.00	333.16	83.29	416.45	166.55	S/L	70
153	5 8FT TABLES	6/30/99	0.00	0.00	0.00	0.00	0.00	0.00	0.00	S/L	00
162	TABLES-4	10/17/98	2,140.20	0.00	0.00	1,121.05	305.74	1,426.79	713.41	S/L	70
166	ANTIQUUE IRON BENCH	10/20/99	750.00	0.00	0.00	285.71	107.14	392.85	357.15	S/L	70
167	MOVING THE ARTS PLAQUE	1/15/01	6,772.82	0.00	0.00	1,451.32	967.55	2,418.87	4,353.95	S/L	70
196	USED REFRIGERATOR	4/30/03	795.00	0.00c	0.00	0.00	44.17	44.17	750.83	S/L	30
219	COUNTER	6/30/03	395.93	0.00c	0.00	0.00	0.00	0.00	395.93	S/L	50
			36,492.46	0.00c	0.00	25,252.10	2,803.11	28,055.21	8,437.25		
FURNITURE & FIXTURES											
110	CHANDELIER-CWH	6/30/98	8,461.00	0.00	0.00	5,439.20	1,208.71	6,647.91	1,813.09	S/L	70
111	DINING ROOM FURNITURE	6/30/98	4,300.00	0.00	0.00	2,764.30	614.29	3,378.59	921.41	S/L	70
112	CHAIRS/SOFA	6/30/98	1,000.00	0.00	0.00	642.87	142.86	785.73	214.27	S/L	70
113	PLUMBING SUPPLIES	6/30/98	2,500.00	0.00	0.00	1,607.13	357.14	1,964.27	535.73	S/L	70
114	OFFICE FURNITURE	6/30/98	1,445.47	0.00	0.00	929.25	206.50	1,135.75	309.72	S/L	70
115	GARDEN DESIGN	6/30/98	1,725.00	0.00	0.00	517.50	115.00	632.50	1,092.50	S/L	150
116	OFFICE INTERIORS	6/30/98	700.00	0.00	0.00	450.00	100.00	550.00	150.00	S/L	70
117	APPLIANCES	6/30/98	900.00	0.00	0.00	578.57	128.57	707.14	192.86	S/L	70
134	LABOR-SECURITY SYS	4/03/98	500.00	0.00	0.00	321.43	71.43	392.86	107.14	S/L	70
149	Plymouth Voyager Van	4/30/99	2,650.00	0.00	0.00	2,106.22	290.02	2,396.24	253.76	200DB	50
160	DUKE POWER WIRING AND LA	7/31/98	10,000.00	0.00	0.00	2,611.12	666.67	3,277.79	6,722.21	S/L	150
IN-KIND DONATIONS											

Asset #	Property Description	Date In Service	Cost	Sec 179 Exp Current = c	Tax Sec 168(k) Amt	Prior Depreciation	Current Depreciation	End Depreciation	Net Book Value	Method	Period
Group IN-KIND DONATIONS (continued)											
161	FRONT YARD SIGN	11/12/98	2,500.00	0.00	0.00	1,309.52	357.14	1,666.66	833.34	S/L	70
169	IRRIGATION SYSTEM-LABOR	5/30/00	500.00	0.00	0.00	69.44	33.33	102.77	397.23	S/L	150
173	2 SILVER TRAYS	6/30/01	500.00	0.00	0.00	71.43	71.43	142.86	357.14	S/L	70
175	CABINETS	6/30/01	300.00	0.00	0.00	42.86	42.86	85.72	214.28	S/L	70
176	3 OFFICE CHAIRS	6/30/01	150.00	0.00	0.00	21.43	21.43	42.86	107.14	S/L	70
177	SCANNER	6/30/01	50.00	0.00	0.00	10.00	10.00	20.00	30.00	S/L	50
178	SILVER PLATTER	6/30/01	50.00	0.00	0.00	7.14	7.14	14.28	35.72	S/L	70
179	GARDEN URN	6/30/01	150.00	0.00	0.00	21.43	21.43	42.86	107.14	S/L	70
180	3 ORIENTAL RUGS	6/30/01	4,800.00	0.00	0.00	685.71	685.71	1,371.42	3,428.58	S/L	70
181	FLATWARE FOR 60	6/30/01	260.00	0.00	0.00	37.14	37.14	74.28	185.72	S/L	70
182	COMPUTER	6/30/01	150.00	0.00	0.00	30.00	30.00	60.00	90.00	S/L	50
184	BOOSFER SPEAKERS	8/30/01	300.00	0.00	0.00	50.00	60.00	110.00	190.00	S/L	50
185	USED REFRIGERATOR	8/30/01	100.00	0.00	0.00	27.78	33.33	61.11	38.89	S/L	30
186	USED WATER HEATER	8/30/01	200.00	0.00	0.00	55.56	66.67	122.23	77.77	S/L	30
187	DOUBLE DEEP SINK	11/30/01	90.00	0.00	0.00	10.50	18.00	28.50	61.50	S/L	50
188	OVERHEAD PROJECTOR	3/31/02	800.00	0.00	0.00	28.57	114.29	142.86	657.14	S/L	70
189	2 SILVER TRAYS	5/31/02	500.00	0.00	0.00	25.00	100.00	125.00	375.00	S/L	50
190	VIDEO PROJECTOR	5/31/02	950.00	0.00	0.00	11.31	135.71	147.02	802.98	S/L	70
199	CHINA FOR 20	5/16/03	3,059.00	0.00c	0.00	0.00	36.42	36.42	3,022.58	S/L	70
200	MIKASA CHINA - 4	6/30/03	800.00	0.00c	0.00	0.00	0.00	0.00	800.00	S/L	70
201	5 SUGAR AND CREAMER SETS	6/30/03	65.00	0.00c	0.00	0.00	0.00	0.00	65.00	S/L	70
202	ONE SET / MIKASA CHINA	6/30/03	200.00	0.00c	0.00	0.00	0.00	0.00	200.00	S/L	70
203	2 BRASS CANDLESTICKS	6/30/03	50.00	0.00c	0.00	0.00	0.00	0.00	50.00	S/L	70
204	CHAMPAGNE COOLER	6/30/03	30.00	0.00c	0.00	0.00	0.00	0.00	30.00	S/L	70
205	VCR BIG SCREEN PROJECTOR	6/30/03	950.00	0.00c	0.00	0.00	0.00	0.00	950.00	S/L	70
206	STAINLESS STEEL SILVERWAR	6/30/03	160.00	0.00c	0.00	0.00	0.00	0.00	160.00	S/L	70
207	23 CHAMPAGNE FLUTES	3/26/03	115.00	0.00c	0.00	0.00	4.11	4.11	110.89	S/L	70
208	MISC DISHES	3/26/03	250.00	0.00c	0.00	0.00	8.93	8.93	241.07	S/L	70
209	6 MOVER BLANKETS	3/26/03	122.46	0.00c	0.00	0.00	4.37	4.37	118.09	S/L	70
210	PAINT FOR HOUSE	12/09/02	1,000.00	0.00c	0.00	0.00	116.67	116.67	883.33	S/L	50
211	REFRIGERATOR - HOSPICE	6/30/03	200.00	0.00c	0.00	0.00	0.00	0.00	200.00	S/L	50
IN-KIND DONATIONS											
			53,532.93	0.00c	0.00	20,482.41	5,917.30	26,399.71	27,133.22		
Group LEASEHOLD IMPROVEMENTS											
197	PAINT CAPT WHITE HOUSE	12/16/02	12,110.00	0.00c	0.00	0.00	1,211.00	1,211.00	10,899.00	S/L	50
198	PORCH REPAIRS	10/31/02	2,929.00	0.00c	0.00	0.00	390.53	390.53	2,538.47	S/L	50
LEASEHOLD IMPROVEMENTS											
			15,039.00	0.00c	0.00	0.00	1,601.53	1,601.53	13,437.47		
Group PERM. COLLECTION											
17	CRANBERRY STAINED GLASS	5/01/93	260.00	0.00	0.00	0.00	0.00	0.00	260.00		00
29	BLUE MTS-SIEVE HARDY	5/07/94	273.75	0.00	0.00	0.00	0.00	0.00	273.75		00
31	VASE-BRENDA ANNAS	5/07/94	47.70	0.00	0.00	0.00	0.00	0.00	47.70		00
37	MARCOLICA PLATTER	5/01/93	60.00	0.00	0.00	0.00	0.00	0.00	60.00		00
38	ART WORK ADJUSTMENT TO II	6/30/97	6,439.41	0.00	0.00	0.00	0.00	0.00	6,439.41		00
39	ANDREW MERRICK - ART WOR	5/02/98	300.00	0.00	0.00	0.00	0.00	0.00	300.00		00
40	YUNIKO IACHIKAW - ART WOF	5/02/98	371.00	0.00	0.00	0.00	0.00	0.00	371.00		00

Asset #	Property Description	Date In Service	Cost	Sec 179 Exp Current = c	Tax Sec 168(k) Amt	Prior Depreciation	Current Depreciation	End Depreciation	Net Book Value	Method	Period
41	PAT MONTZ ARTWORK	5/02/98	44 52	0 00	0 00	0 00	0 00	0 00	44 52		0 0
64	ART WORK	6/30/90	19,303 27	0 00	0 00	0 00	0 00	0 00	19,303 27		0 0
65	REPLACE GLASS ON PICTURE	12/31/90	46 00	0 00	0 00	0 00	0 00	0 00	46 00		0 0
66	CONNIE HESS "WHITE LACE"	10/31/90	320 00	0 00	0 00	0 00	0 00	0 00	320 00		0 0
67	DOLORES JAMES "BED & BREA	10/31/90	100 00	0 00	0 00	0 00	0 00	0 00	100 00		0 0
68	DOLORES JAMES "BED & BREA	10/31/90	100 00	0 00	0 00	0 00	0 00	0 00	100 00		0 0
69	DEBORAH WILLIAMS "DAYS E	1/01/91	400 00	0 00	0 00	0 00	0 00	0 00	400 00		0 0
70	RODNEY MOSER "FLORAL DOC	3/01/91	320 00	0 00	0 00	0 00	0 00	0 00	320 00		0 0
71	RODNEY MOSER "FLORAL DOC	3/01/91	320 00	0 00	0 00	0 00	0 00	0 00	320 00		0 0
72	MADGE LAWRENCE--AE	5/01/91	550 00	0 00	0 00	0 00	0 00	0 00	550 00		0 0
73	JANET RESNIK--LAZY SUSAN F	5/01/91	40 00	0 00	0 00	0 00	0 00	0 00	40 00		0 0
74	JANET RESNIK--COOKIE JAR--F	5/01/91	30 00	0 00	0 00	0 00	0 00	0 00	30 00		0 0
75	LARRY CLARK--GARDEN BIRD	5/01/91	135 00	0 00	0 00	0 00	0 00	0 00	135 00		0 0
78	MARCOLICA FISH	5/01/93	24 00	0 00	0 00	0 00	0 00	0 00	24 00		0 0
79	BASKET	5/01/93	32 00	0 00	0 00	0 00	0 00	0 00	32 00		0 0
80	THE ARTS CENTER	5/01/93	400 00	0 00	0 00	0 00	0 00	0 00	400 00		0 0
81	WINKLERS BAKERY	8/13/92	146 25	0 00	0 00	0 00	0 00	0 00	146 25		0 0
82	BEAUTY IN THE SHADOWS	8/13/92	390 00	0 00	0 00	0 00	0 00	0 00	390 00		0 0
83	RED BUDS OUT MY WINDOW	8/13/92	543 75	0 00	0 00	0 00	0 00	0 00	543 75		0 0
84	THE SIMPLE LIFE	6/17/93	400 00	0 00	0 00	0 00	0 00	0 00	400 00		0 0
85	POTTERY GLEN CAGE	5/07/94	112 00	0 00	0 00	0 00	0 00	0 00	112 00		0 0
86	SEASCAP--JERRY MILLER	5/07/94	400 00	0 00	0 00	0 00	0 00	0 00	400 00		0 0
87	UNTITLED FLOWERS--DAN SUD	5/07/94	195 00	0 00	0 00	0 00	0 00	0 00	195 00		0 0
88	TAKING A BREAK--GAIL WINER	5/07/94	350 00	0 00	0 00	0 00	0 00	0 00	350 00		0 0
89	MARBLE BUST SCULPTURE--GA	5/04/97	514 10	0 00	0 00	0 00	0 00	0 00	514 10		0 0
90	UNTITLED WATERCOLOR--YUN	5/04/97	689 00	0 00	0 00	0 00	0 00	0 00	689 00		0 0
91	MAGGIE FICKETT--ALAMANCE	5/02/92	500 00	0 00	0 00	0 00	0 00	0 00	500 00		0 0
92	FUESHAKAW POTTERY - ARTW	5/02/98	50 00	0 00	0 00	0 00	0 00	0 00	50 00		0 0
93	WALTER FOVALUT SCULPT	5/02/98	500 00	0 00	0 00	0 00	0 00	0 00	500 00		0 0
94	A V SMITH PLATTER & PEDES	5/02/98	85 00	0 00	0 00	0 00	0 00	0 00	85 00		0 0
95	BILL GRAMLEY ARTWORK	5/02/98	132 35	0 00	0 00	0 00	0 00	0 00	132 35		0 0
146	ACROSS THE TRACKS--BEEMER	10/30/98	1,322 08	0 00	0 00	0 00	0 00	0 00	1,322 08	Memo	0 0
148	WHITE HOUSE @ CHRISTMAS	2/16/99	750 00	0 00	0 00	0 00	0 00	0 00	750 00	Memo	0 0
154	BOWL--ANDREW MERRICK	5/01/99	750 00	0 00	0 00	0 00	0 00	0 00	750 00	Memo	0 0
155	UNIFORMED SOLDIER--L BOWI	5/01/99	636 00	0 00	0 00	0 00	0 00	0 00	636 00	Memo	0 0
156	PORTRAIT OF VASE--C FOUST	5/01/99	238 00	0 00	0 00	0 00	0 00	0 00	238 00	Memo	0 0
157	PORTRAIT OF VASE--C FOUST	5/01/99	239 00	0 00	0 00	0 00	0 00	0 00	239 00	Memo	0 0
158	POTTERY - A V SMITH	7/31/98	500 00	0 00	0 00	0 00	0 00	0 00	500 00	Memo	0 0
159	WHILC HOUSE SPRING PAINTH	7/01/98	1,200 00	0 00	0 00	0 00	0 00	0 00	1,200 00	Memo	0 0
165	WAYS CUSTOM FRAMING	7/30/99	1,234 00	0 00	0 00	0 00	0 00	0 00	1,234 00	Memo	0 0
170	OIL STILL LIFE FRUIT & FLOWI	10/01/99	1,960 00	0 00	0 00	0 00	0 00	0 00	1,960 00	Memo	0 0
171	URN POTTERY--GWEN REDFOR	5/06/00	550 00	0 00	0 00	0 00	0 00	0 00	550 00	Memo	0 0
172	WOODEN BOWL	5/05/01	390 00	0 00	0 00	0 00	0 00	0 00	390 00	Memo	0 0
183	POTTLRY PIECE OF "CAPTAIN	6/18/02	1,800 00	0 00	0 00	0 00	0 00	0 00	1,800 00	Memo	0 0
191	FRAME REPAIR	6/30/02	46 00	0 00	0 00	0 00	0 00	0 00	46 00	Memo	0 0
192	COUNTRY STORE--ROBERT FLC	6/30/02	350 00	0 00	0 00	0 00	0 00	0 00	350 00	Memo	0 0
193	AZALEA VIEW--SALLY SUTTON	6/30/02	800 00	0 00	0 00	0 00	0 00	0 00	800 00	Memo	0 0
194	TILE VASE--CANDACE YOUNG	6/30/02	266 25	0 00	0 00	0 00	0 00	0 00	266 25	Memo	0 0
195	VASE--ALISON MCCAULE	6/30/02	183 37	0 00	0 00	0 00	0 00	0 00	183 37	Memo	0 0

Group: PERM. COLLECTION (continued)

Tax Asset Detail 7/01/02 - 6/30/03

Asset *	Property Description	Date In Service	Cost	Sec 179 Exp Current = c	Tax Sec 168(k) Amt	Prior Depreciation	Current Depreciation	End Depreciation	Net Book Value	Method	Period
Group PERM COLLECTION (continued)											
212	GREEN VASE/SUGAR POT-CUR	6/30/03	850 00	0 00c	0 00	0 00	0 00	0 00	850 00	Memo	0 0
213	DANCERS-FRANK HOLDER	6/30/03	1,200 00	0 00c	0 00	0 00	0 00	0 00	1,200 00	Memo	0 0
214	EMERGING(BROKEN)-TINKA JC	6/30/03	1,680 00	0 00c	0 00	0 00	0 00	0 00	1,680 00	Memo	0 0
215	BLUE&WHITE RING FORM(BRC	6/30/03	1,540 00	0 00c	0 00	0 00	0 00	0 00	1,540 00	Memo	0 0
216	HALF SEKER(BROKEN)-K GUI	6/30/03	2,450 00	0 00c	0 00	0 00	0 00	0 00	2,450 00	Memo	0 0
217	HOBBS(BROKEN)-SUSAN DRAI	6/30/03	350 00	0 00c	0 00	0 00	0 00	0 00	350 00	Memo	0 0
	PERM. COLLECTION		56,208 80	0 00c	0 00	0 00	0 00	0 00	56,208 80		
	Grand Total		711,463 93	0 00c	0 00	220,856 33	46,999 40	267,855 73	443,608 20		