

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

For the 2003 calendar year, or tax year beginning 07/01, 2003, and ending 06/30/2004

Form header section containing: B Check if applicable (Address change, Name change, etc.), C Name of organization (CRAFT ALLIANCE), D Employer identification number (43-1022226), E Telephone number ((314) 725-1177), F Accounting method (Accrual checked).

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: HTTP://WWW.CRAFTALLIANCE.ORG/

J Organization type (check only one) [X] 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.

H and I are not applicable to section 527 organizations. H(a) Is this a group return for affiliates? [X] No. H(b) If "Yes," enter number of affiliates. H(c) Are all affiliates included? [X] No. H(d) Is this a separate return filed by an organization covered by a group ruling? [X] No. I Group Exemption Number. M Check [] if the organization is not required to attach Sch B (Form 990, 990-EZ, or 990-PF).

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 1,217,951.

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See page 18 of the instructions)

Table with 21 rows and 4 columns. Rows 1-12: Revenue. Rows 13-17: Expenses. Rows 18-21: Net Assets. Includes a 'RECEIVED' stamp from IRS-OSC, OGDEN, UT, dated NOV 16 2003.

For Paperwork Reduction Act Notice, see the separate instructions.

Handwritten mark

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. (See page 22 of the instructions.)

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 5,916.	5,916.	STMT 4	
24 Benefits paid to or for members (attach schedule)	24			
25 Compensation of officers, directors, etc	25 77,000.		77,000.	
26 Other salaries and wages	26 485,586.	333,455.	81,426.	70,705.
27 Pension plan contributions	27 6,953.	6,258.	556.	139.
28 Other employee benefits	28			
29 Payroll taxes	29 44,887.	20,763.	18,861.	5,263.
30 Professional fundraising fees	30			
31 Accounting fees	31			
32 Legal fees	32			
33 Supplies	33 5,848.		5,848.	
34 Telephone	34 5,507.	5,507.		
35 Postage and shipping	35 17,981.	11,703.	5,192.	1,086.
36 Occupancy	36			
37 Equipment rental and maintenance	37 12,551.	11,296.	1,255.	
38 Printing and publications	38 11,305.	7,507.	3,195.	603.
39 Travel	39 6,147.	4,132.	172.	1,843.
40 Conferences, conventions, and meetings	40			
41 Interest	41 22,645.	3,895.	18,750.	
42 Depreciation, depletion, etc (attach schedule)	42 56,790.	51,111.	4,543.	1,136.
43 Other expenses not covered above (itemize) STMT 5	43a 236,404.	155,839.	63,879.	16,686.
b _____	43b			
c _____	43c			
d _____	43d			
e _____	43e			
44 Total functional expenses (add lines 22 through 43) Organizations completing columns (B)-(D), carry these totals to lines 13-15	44 995,520.	617,382.	280,677.	97,461.

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 (See page 25 of the instructions.)

What is the organization's primary exempt purpose? STMT 6	Program Service Expenses (Required for 501(c)(3) and (4) orgs, and 4947(a)(1) trusts, but optional for others)
a EDUCATION CENTER - PROVIDES CURRICULUM OF VISUAL ARTS CLASSES AND WORKSHOPS FOR CHILDREN AND ADULTS. APPROXIMATELY 2,300 CLIENTS SERVED. (Grants and allocations \$ _____)	350,173.
b GALLERY - EDUCATIONAL EXHIBITS EXPLORING THE USE OF VARIOUS MATERIALS IN CONTEMPORARY CRAFT AS WELL AS HISTORICAL ANTECEDENTS. APPROXIMATELY 37,200 SERVED. (Grants and allocations \$ _____)	201,920.
c OUTREACH - THIS PROGRAM TOUCHES MANY SCHOOL AGE INDIVIDUALS AS WELL AS INDIVIDUALS WITH VARIOUS CHALLENGES. COURSES AT CRAFT ALLIANCE ARE TAUGHT AT URBAN SCHOOLS AND ON SITE. (Grants and allocations \$ _____)	65,289.
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)	617,382.

Part IV Balance Sheets (See page 25 of the instructions.)

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	100	45	100
	46	Savings and temporary cash investments	281,781	46	243,922
	47a	Accounts receivable			NONE
	b	Less allowance for doubtful accounts	6,104	47c	NONE
	48a	Pledges receivable			127,233
	b	Less allowance for doubtful accounts	249,314	48c	127,233
	49	Grants receivable		49	
	50	Receivables from officers, directors, trustees, and key employees (attach schedule)		50	
	51a	Other notes and loans receivable (attach schedule)			
	b	Less allowance for doubtful accounts		51c	
	52	Inventories for sale or use	100,106	52	111,107
	53	Prepaid expenses and deferred charges	3,875	53	5,369
	54	Investments - securities (attach schedule) <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54	
	55a	Investments - land, buildings, and equipment basis			905,950
	b	Less: accumulated depreciation (attach schedule)	276,827	55c	344,159
56	Investments - other (attach schedule)		56		
57a	Land, buildings, and equipment basis				
b	Less accumulated depreciation (attach schedule)		57c		
58	Other assets (describe <input type="checkbox"/>)		58		
59 Total assets (add lines 45 through 58) (must equal line 74)		918,107	59	831,890	
Liabilities	60	Accounts payable and accrued expenses	114,151	60	69,559
	61	Grants payable		61	
	62	Deferred revenue	111,180	62	102,256
	63	Loans from officers, directors, trustees, and key employees (attach schedule)		63	
	64a	Tax-exempt bond liabilities (attach schedule)		64a	
	b	Mortgages and other notes payable (attach schedule) <input type="checkbox"/> STMT. 8	287,185	64b	375,736
65	Other liabilities (describe <input type="checkbox"/>)		65		
66 Total liabilities (add lines 60 through 65)		512,516	66	547,551	
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	-188,251	67	-64,623
	68	Temporarily restricted	571,717	68	326,837
	69	Permanently restricted	22,125	69	22,125
	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)	405,591	73	284,339	
74 Total liabilities and net assets / fund balances (add lines 66 and 73)		918,107	74	831,890	

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 (See page 27 of the instructions.)

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? . . . 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? . . . 78b N/A
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 exempt or nonexempt
81 a Enter direct or indirect political expenditures See line 81 instructions 81a
b Did the organization file Form 1120-POL for this year? . . . 81b N/A
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 26,088
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? . . . 83b X
84 a Did the organization solicit any contributions or gifts that were not tax deductible? . . . 84a X
b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible? . . . 84b N/A
85 501(c)(4), (5), or (6) organizations a Were substantially all dues nondeductible by members? . . . 85a N/A
b Did the organization make only in-house lobbying expenditures of \$2,000 or less? . . . 85b N/A
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 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? . . . 85g 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? . . . 85h N/A
86 501(c)(7) orgs 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) orgs 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 . . . 88 X
89 a 501(c)(3) organizations. Enter. Amount of tax imposed on the organization during the year under section 4911 N/A, section 4912 N/A, section 4955 N/A
b 501(c)(3) and 501(c)(4) orgs. 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 . . . NONE
d Enter. Amount of tax on line 89c, above, reimbursed by the organization . . . NONE
90 a List the states with which a copy of this return is filed N/A
b Number of employees employed in the pay period that includes March 12, 2002 (See instructions) . . . 90b 67
91 The books are in care of SCHUYLER GCTT ANDREWS Telephone no 314-725-1177
Located at 6640 DELMAR BLVD. ST. LOUIS, MO ZIP + 4 63130
92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 - Check here 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 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) Exclusion code	(D) Amount	
93 Program service revenue					
a PROGRAM TUITION					371,926.
b SPECIAL PROGRAMS					35,204.
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					45,940.
95 Interest on savings and temporary cash investments			14	1,123.	
96 Dividends and interest from securities					
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					
101 Net income or (loss) from special events			01	73,557.	
102 Gross profit or (loss) from sales of inventory					125,100.
103 Other revenue a					
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))				74,680.	578,170.
105 Total (add line 104, columns (B), (D), and (E))					652,850.

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)
▼	STMT 15

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

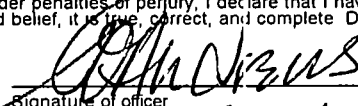
(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
N/A	%			
	%			
	%			
	%			

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).

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

Please Sign  Signature of officer

Date 11/9/04

President

Date	11-2-04	Check if self-employed	<input type="checkbox"/>	Preparer's SSN or PTIN (See Gen. Inst. W)	00325547
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SCHEDULE A
(Form 990 or 990-EZ)

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

Department of the Treasury
Internal Revenue Service

Name of the organization

CRAFT ALLIANCE

Employer identification number

43-1022226

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	▶ NONE			

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	▶ NONE	

Part III Statements About Activities (See page 2 of the instructions.)

Table with 4 main rows and sub-rows (a-e) for questions 1-4. Columns include question text, 'Yes', and 'No'. Question 1: 'During the year, has the organization attempted to influence public opinion...' Answer: No (X). Question 2: 'During the year, has the organization, either directly or indirectly, engaged in any of the following acts...' Answer: No (X) for all sub-questions.

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)

Table with 2 columns: (a) Name(s) of supported organization(s), (b) Line number from above. The table is currently empty.

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

Table with columns: Calendar year (or fiscal year beginning in), (a) 2002, (b) 2001, (c) 2000, (d) 1999, (e) Total. Rows include: 15 Gifts, grants, and contributions received; 16 Membership fees received; 17 Gross receipts from admissions, merchandise sold or services performed; 18 Gross income from interest, dividends; 19 Net income from unrelated business activities; 20 Tax revenues levied; 21 Value of services or facilities furnished; 22 Other income; 23 Total of lines 15 through 22; 24 Line 23 minus line 17; 25 Enter 1% of line 23; 26 Organizations described on lines 10 or 11; 27 Organizations described on line 12; 28 Unusual Grants.

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

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

NOT APPLICABLE

		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?		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?		
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.)		
33	Does the organization discriminate by race in any way with respect to		
a	Students' rights or privileges?		
b	Admissions policies?		
c	Employment of faculty or administrative staff?		
d	Scholarships or other financial assistance?		
e	Educational policies?		
f	Use of facilities?		
g	Athletic programs?		
h	Other extracurricular activities?		
	If you answered "Yes" to any of the above, please explain (If you need more space, attach a separate statement)		
34a	Does the organization receive any financial aid or assistance from a governmental agency?		
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		
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		

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

(To be completed ONLY by an eligible organization that filed Form 5768) NOT APPLICABLE

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)

Table with 3 columns: Line number, Description, (a) Affiliated group totals, (b) To be completed for ALL electing organizations. Rows include Total lobbying expenditures, Total exempt purpose expenditures, and Lobbying nontaxable amount.

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)

Table titled 'Lobbying Expenditures During 4-Year Averaging Period' with columns for Calendar year (2003, 2002, 2001, 2000) and Total. Rows include Lobbying nontaxable amount, Lobbying ceiling amount, Total lobbying expenditures, and Grassroots lobbying expenditures.

Part VI-B Lobbying Activity by Nonelecting Public Charities

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

Table with 3 columns: Activity description, Yes, No, Amount. Rows include Volunteers, Paid staff or management, Media advertisements, Mailings to members, Publications, Grants to other organizations, Direct contact with legislators, Rallies, and Total lobbying expenditures.

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

Part VII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations (See page 12 of the instructions.)

51 Did the reporting organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?

Table with columns: Question, Yes, No. Rows include: Transfers from reporting organization to a noncharitable exempt organization of (i) Cash, (ii) Other assets; Other transactions (i) Sales or exchanges of assets, (ii) Purchases of assets, (iii) Rental of facilities, (iv) Reimbursement arrangements, (v) Loans or loan guarantees, (vi) Performance of services; Sharing of facilities, equipment, mailing lists, other assets, or paid employees.

d If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization. If the organization received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received.

Table with 4 columns: (a) Line no, (b) Amount involved, (c) Name of noncharitable exempt organization, (d) Description of transfers, transactions, and sharing arrangements. Row 1 contains 'N/A'.

52a Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? Yes No

b If "Yes," complete the following schedule:

Table with 3 columns: (a) Name of organization, (b) Type of organization, (c) Description of relationship. Row 1 contains 'N/A'.

FORM 990, PART I - SPECIAL FUNDRAISING EVENTS AND ACTIVITIES

DESCRIPTION	GROSS REVENUE	DIRECT EXPENSES	NET INCOME
STUDENT POTTERY SALE	20,980.	13,394.	7,586.
GALA	91,135.	22,746.	68,389.
EVENT 1 REVENUE	7,844.	10,262.	-2,418.
TOTALS	119,959.	46,402.	73,557.

FORM 990, PART I - GROSS SALES LESS RETURNS AND ALLOWANCES
=====

DESCRIPTION -----	AMOUNT -----
INVENTORY SALES	422,381. -----
TOTAL	422,381. =====

FORM 990, PART I - COST OF GOODS SOLD
=====

INVENTORY AT BEGINNING OF YEAR	100,106.
PURCHASES	308,282.
SALARIES AND WAGES	
OTHER COSTS	

SUBTOTAL	408,388.
MINUS ENDING INVENTORY	111,107.

COST OF GOODS SOLD	297,281.
	=====

FORM 990, PART II - SPECIFIC ASSISTANCE TO INDIVIDUALS

DESCRIPTION	PROGRAM SERVICES
SCHOLARSHIPS GIVEN TO STUDENTS	5,916.
TOTALS	5,916.

FORM 990, PART II - OTHER EXPENSES

DESCRIPTION	TOTAL	PROGRAM SERVICES	MANAGEMENT AND GENERAL	FUNDRAISING
ADVERTISING	34,728.	31,154.	2,284.	1,290.
CLASS SUPPLIES	56,265.	50,349.		5,916.
MISCELLANEOUS	18,093.	3,636.	11,912.	2,545.
UTILITIES	23,810.	19,993.	3,617.	
SPECIAL PROGRAMS & SHOWS	14,495.	14,495.		
INSURANCE	32,299.	22,859.	7,080.	2,360.
GIFT WRAP	2,735.	2,735.		
CURATOR	9,445.	9,445.		
REPAIRS AND MAINTENANCE	21,842.		21,842.	
TAXES AND LICENSES	696.	681.	15.	
PROFESSIONAL SERVICES	21,996.	492.	16,929.	4,575.
BAD DEBTS				
TOTALS	236,404.	155,839.	63,879.	16,686.

FORM 990, PART III - ORGANIZATION'S PRIMARY EXEMPT PURPOSE
=====

CRAFT ALLIANCE OFFERS CLASSES AND WORKSHOPS DESIGNED FOR ALL AGES AND ABILITIES IN THE VISUAL ARTS MEDIA IN THE ST. LOUIS METROPOLITAN AREA. IN ADDITION, CRAFT ALLIANCE OFFERS VARIOUS OUTREACH EXPERIENCES, BOTH ON AND OFF SITE, TO VARIOUS GROUPS, SUCH AS PLACES FOR PEOPLE AND ITS OWN YOUNG ARTISTS PROGRAM. ADDITIONALLY, THE ORGANIZATION HAS A GALLERY WHICH FEATURES SIX EDUCATIONAL EXHIBITIONS EACH YEAR AND PROVIDES A YEAR-ROUND OUTLET FOR NORTH AMERICAN ARTISTS TO SELL THEIR WORK.

FORM 990, PART IV - PREPAID EXPENSES AND DEFERRED CHARGES

=====

DESCRIPTION -----	ENDING BOOK VALUE -----
PREPAIDS	5,369.
TOTALS	----- 5,369. =====

FORM 990, PART IV - MORTGAGES AND OTHER NOTES PAYABLE

LENDER: ENTERPRISE BANK
 ORIGINAL AMOUNT: 275,000.
 INTEREST RATE: 5.900000
 DATE OF NOTE: 01/09/2004
 MATURITY DATE: 01/09/2007
 REPAYMENT TERMS: MONTHLY PAYMENTS OF \$1,967
 SECURITY PROVIDED: DEED OF TRUST ON REAL ESTATE AND ALL OTHER ASSETS
 PURPOSE OF LOAN: OPERATIONS

BEGINNING BALANCE DUE NONE
 ENDING BALANCE DUE 271,917.

LENDER: COMMERCE BANK
 ORIGINAL AMOUNT: 191,789.
 DATE OF NOTE: 12/23/2002
 MATURITY DATE: 12/23/2004
 REPAYMENT TERMS: 23 PAYMENTS OF \$1648 & BALLOON PAYMENT OF \$174,310
 SECURITY PROVIDED: DEED OF TRUST ON REAL ESTATE & INVENTORY
 PURPOSE OF LOAN: OPERATIONS

BEGINNING BALANCE DUE 187,185.

LENDER: COMMERCE BANK
 ORIGINAL AMOUNT: 100,000.
 DATE OF NOTE: 09/16/2002
 MATURITY DATE: 09/15/2003
 REPAYMENT TERMS: MONTHLY PAYMENTS OF ACCRUED INTEREST
 SECURITY PROVIDED: DEED OF TRUST ON REAL ESTATE AND INVENTORY
 PURPOSE OF LOAN: OPERATING EXPENSES

BEGINNING BALANCE DUE 100,000.

LENDER: ENTERPRISE BANK
 ORIGINAL AMOUNT: 100,000.
 INTEREST RATE: 4.500000
 DATE OF NOTE: 01/09/2004
 MATURITY DATE: 01/08/2005
 REPAYMENT TERMS: MONTHLY PAYMENTS EQUAL TO THE INTEREST ACCRUED
 SECURITY PROVIDED: DEED OF TRUST ON REAL ESTATE
 PURPOSE OF LOAN: OPERATIONS

BEGINNING BALANCE DUE	NONE
ENDING BALANCE DUE	24,729.

LENDER: ENTERPRISE BANK
 ORIGINAL AMOUNT: 120,000.
 INTEREST RATE: 4.500000
 DATE OF NOTE: 01/09/2004
 MATURITY DATE: 01/08/2005
 REPAYMENT TERMS: MONTHLY PAYMENTS EQUAL TO THE INTEREST ACCRUED
 SECURITY PROVIDED: DEED OF TRUST ON REAL ESTATE
 PURPOSE OF LOAN: INVENTORY

BEGINNING BALANCE DUE	NONE
ENDING BALANCE DUE	79,090.

TOTAL BEGINNING MORTGAGES AND OTHER NOTES PAYABLE	287,185.
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TOTAL ENDING MORTGAGES AND OTHER NOTES PAYABLE	375,736.
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FORM 990, PART IV-A - OTHER REVENUE ON BOOKS BUT NOT ON RETURN
=====

DESCRIPTION -----	AMOUNT -----
COST OF GOODS SOLD INCLUDED IN EXPENSES ON FINANCIAL STATEMENTS BUT NETTED AGAINST SALES ON FORM 990	297,281.
DIRECT FUNDRAISING EXPENSES INCLUDED IN EXPENSES ON FINANCIAL STATEMENTS BUT NETTED AGAINST SPECIAL EVENT REVENUE ON FORM 990	46,402.
TOTAL	----- 343,683. =====

FORM 990, PART IV-B - OTHER EXPENSES ON BOOKS BUT NOT ON RETURN

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DESCRIPTION	AMOUNT
-----	-----
COST OF GOODS SOLD INCLUDED IN EXPENSES ON FINANCIAL STATEMENTS BUT NETTED AGAINST SALES ON FORM 990	297,281.
DIRECT FUNDRAISING EXPENSES INCLUDED IN EXPENSES ON FINANCIAL STATEMENTS BUT NETTED AGAINST SPECIAL EVENT REVENUE ON FORM 990	46,402.

TOTAL	343,683.
	=====

FORM 990, PART V - LIST OF OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND TIME DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
SCHUYLER GOTT ANDREWS 6640 DELMAR BLVD. ST. LOUIS, MO 63130	PRESIDENT 40	77,000.	2,844.	NONE
MICHAEL WEISBROD 6640 DELMAR BLVD ST. LOUIS, MO 63130	NOMINATING CHAIR 2	NONE	NONE	NONE
HELEN SEEHERMAN 6640 DELMAR BLVD ST. LOUIS, MO 63130	GALLERY CHAIR 2	NONE	NONE	NONE
AUSTIN TAO 6640 DELMAR BLVD ST. LOUIS, MO 63130	BOARD MEMBER 2	NONE	NONE	NONE
DANIEL FERRISS 6640 DELMAR BLVD ST. LOUIS, MO 63130	BOARD MEMBER 2	NONE	NONE	NONE
LINDA HALL 6640 DELMAR BLVD ST. LOUIS, MO 63130	BOARD MEMBER 2	NONE	NONE	NONE
BARRETT BAEBLER 6640 DELMAR BLVD ST. LOUIS, MO 63130	FINANCE CHAIR 2	NONE	NONE	NONE
KIT HEFFERN 6640 DELMAR BLVD ST. LOUIS, MO 63130	BOARD MEMBER 2	NONE	NONE	NONE

FORM 990, PART V - LIST OF OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND TIME DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
HARVARD MUHM 6640 DELMAR BLVD ST. LOUIS, MO 63130	CHAIR 2	NONE	NONE	NONE
VERONICA C'BRIEN 6640 DELMAR BLVD ST. LOUIS, MO 63130	BOARD MEMBER 2	NONE	NONE	NONE
PATRICIA RICH 6640 DELMAR BLVD ST. LOUIS, MO 63130	BOARD MEMBER 2	NONE	NONE	NONE
HERBERT SMITH 6640 DELMAR BLVD ST. LOUIS, MO 63130	EDUCATION CHAIR 2	NONE	NONE	NONE
THOMAS TYLER 6640 DELMAR BLVD ST. LOUIS, MO 63130	FACILITIES CHAIR 2	NONE	NONE	NONE
JEANNE WOLFSON 6640 DELMAR BLVD ST. LOUIS, MO 63130	BOARD MEMBER 2	NONE	NONE	NONE
BURTON A. SHATZ 6640 DELMAR BLVD ST. LOUIS, MO 63130	VICE-CHAIR 2	NONE	NONE	NONE
MARVIN J. SCHNEIDER 6640 DELMAR BLVD ST. LOUIS, MO 63130	DEVELOPMENT CHAIR 2	NONE	NONE	NONE

FORM 990, PART V - LIST OF OFFICERS, DIRECTORS, AND TRUSTEES

NAME AND ADDRESS	TITLE AND TIME DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
ELAINE DILLER 6640 DELMAR BLVD ST. LOUIS, MO 63130	BOARD MEMBER 2	NONE	NONE	NONE
TAULBY ROACH 6640 DELMAR BLVD ST. LOUIS, MO 63130	BOARD MEMBER 2	NONE	NONE	NONE
CARLIN SCANLAN 6640 DELMAR BLVD ST. LOUIS, MO 63130	MARKETING CHAIR 2	NONE	NONE	NONE
ELIZABETH JAFFE ORCHARD 6640 DELMAR BLVD ST. LOUIS, MO 63130	BOARD MEMBER 2	NONE	NONE	NONE
LEE RODGERS 6640 DELMAR BLVD ST. LOUIS, MO 63130	BOARD MEMBER 2	NONE	NONE	NONE
RICHARD SADDLER 6640 DELMAR BLVD ST. LOUIS, MO 63130	BOARD MEMBER 2	NONE	NONE	NONE
SARAH SMITH 6640 DELMAR BLVD ST. LOUIS, MO 63130	BOARD MEMBER 2	NONE	NONE	NONE

GRAND TOTALS			
		77,000.	2,844.

FORM 990, PART VIII - ACCOMPLISHMENT OF EXEMPT PURPOSES

LINE NO.	EXPLANATION OF HOW EACH ACTIVITY FOR WHICH INCOME IS REPORTED IN COLUMN (E) OF PART VII CONTRIBUTED IMPORTANTLY TO THE ACCOMPLISHMENT OF EXEMPT PURPOSES
93A	TUITION FROM THE CURRICULUM OF VISUAL ARTS CLASSES AND WORKSHOPS FOR CHILDREN & ADULTS.
93B	AMOUNTS COLLECTED FOR SPECIFIC PROGRAM ACTIVITIES RELATING TO THE VISUAL ARTS.
94	DUES COLLECTED FROM MEMBERS IN EXCHANGE FOR THE VARIOUS BENEFITS OF MEMBERSHIP.
102	EXHIBITIONS ALLOW THE PUBLIC TO VIEW EXCEPTIONAL CONTEMPORARY CRAFTS BY LOCAL, NATIONAL AND INTERNATIONAL ARTISTS. LECTURES AND EDUCATIONAL ARTICLES ABOUT CRAFT PROCESSES ARE FREQUENTLY INCLUDED IN THE EXHIBITIONS. SALES OF ART WORK ENCOURAGE PERSONAL APPRECIATION & PARTICIPATION IN THE ARTS RELATED TO MISSION OF THE CRAFT ALLIANCE.

SCHEDULE A, PART III - EXPLANATION FOR LINE 2D

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SEE FORM 990, PART V.

SCHEDULE A, PART III - EXPLANATION FOR LINE 3A

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SCHOLARSHIPS ARE AWARDED FOR CLASSES AND WORKSHOPS BASED ON FINANCIAL
NEED.

FEDERAL FOOTNOTES
=====FORM 990 PART IV, 55B

LAND	35,462
BUILDINGS AND IMPROVEMENTS	600,896
EQUIPMENT	269,592
	<hr/>
SUBTOTAL	905,950
LESS:ACCUMULATED DEPRECIATION	561,791
	<hr/>
TOTAL	344,159

FEDERAL FOOTNOTES

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FORM 990, PART II, LINE 42: -----	
EQUIPMENT - 5 & 10 YR SL, VAR. ACQ. DATES	17,002
BUILDING AND IMPROVEMENTS - VAR. LIVES, SL, VAR. ACQ. DATES	39,788
	<u>56,790</u>