

Form **990**Department of the Treasury
Internal Revenue Service

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)

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

OMB No 1545-0047

2004Open to Public
Inspection**A For the 2004 calendar year, or tax year beginning**

, and ending

B Check if applicable

- ☐ Address change
☐ Name change
☐ Initial return
☐ Final return
☐ Amended return
☐ Application pending

Please
use IRS
label or
print or
type.
See
Specific
Instruc-
tions.**C** Name of organization**JOHN C. CAMPBELL FOLK SCHOOL, INC.**

Number and street (or P O box if mail is not delivered to street address)

Room/suite

ONE FOLK SCHOOL ROAD

City or town, state or country, and ZIP + 4

BRASSTOWN**NC 28902****D** Employer identification no.**56-0552780****E** Telephone number**828-837-2775****F** Accounting method: ☐ Cash☒ Accrual ☐ Other (specify)

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

G Website: **www.folkschool.com****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.**

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? ☐ Yes ☐ No

(If "No," att a list See instr)

H(d) Is this a separate return filed by an organization covered by a group ruling? ☐ Yes ☐ No**I** Group Exemption Number **►****M** Check ☐ if the organization is **not** required to attach Sch. B (Form 990, 990-EZ, or 990-PF).**L** Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 **►** **3,824,387****Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See page 18 of the instructions.)****1** Contributions, gifts, grants, and similar amounts received.**a** Direct public support**1a** **217,098****b** Indirect public support**1b****c** Government contributions (grants)**1c** **86,774****d** Total (add lines 1a through 1c) (cash \$ **281,693** noncash \$ **22,179**)**1d** **303,872****2** Program service revenue including government fees and contracts (from Part VII, line 93)**2** **2,835,876****3** Membership dues and assessments**3****4** Interest on savings and temporary cash investments**4** **5,034****5** Dividends and interest from securities**5** **106,884****6a** Gross rents**6a** **3,320****b** Less rental expenses**6b****c** Net rental income or (loss) (subtract line 6b from line 6a)**6c** **3,320****7** Other investment income (describe **►**)**7****8a** Gross amount from sales of assets other than inventory

(A) Securities

(B) Other

8a **-90,132****b** Less cost or other basis and sales expenses**8b** **2,877****c** Gain or (loss) (attach schedule)**8c** **-93,009****d** Net gain or (loss) (combine line 8c, columns (A) and (B))

See Stmt 1

8d **-93,009****9** Special events and activities (attach schedule) If any amount is from gaming, check here ☐**a** Gross revenue (not including \$ _____ of contributions reported on line 1a)**9a** **72,576****b** Less direct expenses other than fundraising expenses**9b** **14,855****c** Net income or (loss) from special events (subtract line 9b from line 9a)**9c** **57,721****10a** Gross sales of inventory, less returns and allowances**10a** **586,957****b** Less cost of goods sold**10b** **570,262****c** Gross profit or (loss) from sales of inventory (attach schedule) (subtract line 10b from line 10a) **Stmt 2****10c** **16,695****11** Other revenue (from Part VII, line 103)**11****12** Total revenue (add lines 1d, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11)**RECEIVED****MAY 20 2005****OGDEN, UT****12** **3,236,393****13** Program services (from line 44, column (B))**13** **2,154,243****14** Management and general (from line 44, column (C))**14** **760,082****15** Fundraising (from line 44, column (D))**15** **14,877****16** Payments to affiliates (attach schedule)**16****17** Total expenses (add lines 16 and 44, column (A))**17** **2,929,202****18** Excess or (deficit) for the year (subtract line 17 from line 12)**18** **307,191****19** Net assets or fund balances at beginning of year (from line 73, column (A))**19** **4,942,535****20** Other changes in net assets or fund balances (attach explanation)

See Statement 3

20 **191,420****21** Net assets or fund balances at end of year (combine lines 18, 19, and 20)**21** **5,441,146**

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

DAA

Form **990** (2004)

18913

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 \$ _____ non-cash \$ _____)	22				
23 Specific assistance to individuals	23				
24 Benefits paid to or for members	24				
25 Compensation of officers, directors, etc	25	159,571	79,786	79,785	
26 Other salaries and wages	26	910,853	664,080	246,773	
27 Pension plan contributions	27	86,598	59,753	26,845	
28 Other employee benefits	28	203,165	140,184	62,981	
29 Payroll taxes	29	92,687	63,954	28,733	
30 Professional fundraising fees	30				
31 Accounting fees	31				
32 Legal fees	32				
33 Supplies	33	263,224	182,091	81,133	
34 Telephone	34	24,226	18,170	6,056	
35 Postage and shipping	35	28,287	21,215	7,072	
36 Occupancy	36	102,862	77,146	25,716	
37 Equipment rental and maintenance	37				
38 Printing and publications	38	214,566	199,689		14,877
39 Travel	39	136,811	129,402	7,409	
40 Conferences, conventions, and meetings	40				
41 Interest	41				
42 Depreciation, depletion, etc (attach schedule)	42	154,966	108,476	46,490	
43 Other expenses not covered above (itemize) a	43a				
b See Statement 4	43b	551,386	410,297	141,089	
c	43c				
d	43d				
e	43e				
44 Total functional expenses (add lines 22 - 43) Organizations completing columns (B)-(D), carry these totals to lines 13-15	44	2,929,202	2,154,243	760,082	14,877

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?

▶ See Statement 5

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

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

a PROVIDING OVER 300 COURSES WITH ATTENDANCE REACHING OVER 4000 STUDENTS FROM ALL OVER THE UNITED STATES.

(Grants and allocations \$ _____) 2,154,243

b

(Grants and allocations \$ _____)

c

(Grants and allocations \$ _____)

d

(Grants and allocations \$ _____)

e Other program services (attach schedule)

(Grants and allocations \$ _____)

f Total of Program Service Expenses (should equal line 44, column (B), Program services)

▶ 2,154,243

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
45	Cash-non-interest-bearing	6,960	45	-7,487
46	Savings and temporary cash investments	630,299	46	262,012
47a	Accounts receivable	12,193		
b	Less allowance for doubtful accounts		47c	12,193
48a	Pledges receivable			
b	Less allowance for doubtful accounts		48c	
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	148,917	52	156,888
53	Prepaid expenses and deferred charges	18,058	53	13,837
54	Investments-securities ☐ Cost ☐ FMV		54	
55a	Investments-land, buildings, and equipment basis			
b	Less: accumulated depreciation (attach schedule)		55c	
56	Investments-other (attach schedule)	See Stmt 6	56	3,039,759
57a	Land, buildings, and equipment basis	4,223,450		
b	Less: accumulated depreciation (attach schedule)		57c	
58	Other assets (describe ☐ See Statement 7)	1,578,619	58	2,644,831
59	Total assets (add lines 45 through 58) (must equal line 74)	9,925	59	9,275
60	Accounts payable and accrued expenses	5,496,766	60	6,131,308
61	Grants payable	207,325	61	323,972
62	Deferred revenue		62	
63	Loans from officers, directors, trustees, and key employees (attach schedule)	346,906	63	366,190
64a	Tax-exempt bond liabilities (attach schedule)		64a	
b	Mortgages and other notes payable (attach schedule)		64b	
65	Other liabilities (describe ☐)		65	
66	Total liabilities (add lines 60 through 65)		66	
Organizations that follow SFAS 117, check here ☒ and complete lines 67 through 69 and lines 73 and 74				
67	Unrestricted	4,848,115	67	5,272,524
68	Temporarily restricted	63,399	68	137,072
69	Permanently restricted	31,021	69	31,550
Organizations that do not follow SFAS 117, check here ☐ 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)			
74	Total liabilities and net assets / fund balances (add lines 66 and 73)	4,942,535	73	5,441,146
		5,496,766	74	6,131,308

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 IV-B	Reconciliation of Expenses per Audited Financial Statements with Expenses per Return
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a	Total expenses and losses per audited financial statements	a	2,929,202
b	Amounts included on line a but not on line 17, Form 990		
	(1) Donated services and use of facilities \$		
	(2) Prior year adjustments reported on line 20, Form 990 \$		
	(3) Losses reported on line 20, Form 990 \$		
	(4) Other (specify). \$		
	Add amounts on lines (1) through (4)	b	
c	Line a minus line b	c	2,929,202
d	Amounts included on line 17, Form 990 but not on line a :		
	(1) Investment expenses not included on line 6b, Form 990 \$		
	(2) Other (specify) \$		
	Add amounts on lines (1) and (2)	d	
e	Total expenses per line 17, Form 990 (line c plus line d)	e	2,929,202

[illegible]

► ☐ Yes ☒ No

Part VI Other Information (See page 28 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? If "Yes," attach a conformed copy of the changes	77	X
78a 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	
79 Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79	X
80a 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		
81a Enter direct and indirect political expenditures. See line 81 instructions	81a	
b Did the organization file Form 1120-POL for this year?	81b	X
82a 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	
83a 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
84a 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?	N/A 84b	
85 501(c)(4), (5), or (6) organizations a Were substantially all dues nondeductible by members?	N/A 85a	
b Did the organization make only in-house lobbying expenditures of \$2,000 or less? 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	N/A 85b	
c Dues, assessments, and similar amounts from members	85c	
d Section 162(e) lobbying and political expenditures	85d	
e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85e	
f Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f	
g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	N/A 85g	
h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	N/A 85h	
86 501(c)(7) orgs. Enter a Initiation fees and capital contributions included on line 12	86a	
b Gross receipts, included on line 12, for public use of club facilities	86b	
87 501(c)(12) orgs. Enter a Gross income from members or shareholders	87a	
b Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them)	87b	
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
89a 501(c)(3) organizations Enter Amount of tax imposed on the organization during the year under section 4911 0 , section 4912 0 , section 4955 0		
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	0	
d Enter Amount of tax on line 89c, above, reimbursed by the organization	0	
90a List the states with which a copy of this return is filed NC	90b	47
b Number of employees employed in the pay period that includes March 12, 2004 (See instructions)		
91 The books are in care of JOHN C CAMPBELL FOLK SCHO Located at BRASSTOWN, NC	Telephone no 828-837-2722	
	ZIP + 4 28902	
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		

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

	Unrelated business income		Excluded by sec 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
Note: Enter gross amounts unless otherwise indicated					
93 Program service revenue:					
a TUITION, HOUSING, MEALS & FEE					2,835,876
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	5,034	
96 Dividends and interest from securities			14	106,884	
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property			16	3,320	
98 Net rental income or (loss) from personal property					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			14	-112,440	19,431
101 Net income or (loss) from special events			5	57,721	
102 Gross profit or (loss) from sales of inventory			3	16,695	
103 Other revenue a					
b					
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		0		77,214	2,855,307
105 Total (add line 104, columns (B), (D), and (E))					2,932,521

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)
93a	TUITION, FEES, HOUSING AND MEALS ARE FOR CLASSES OFFERED BY THE SCHOOL TO STUDENTS. MOST STUDENTS LIVE LONG DISTANCES FROM THE SCHOOL.

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).Please
Sign
Here

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.

Signature of officer

Date

BUSINESS MANAGER

5/15/05

Date

Check if
self-
employedPreparer's SSN or PTIN
(See Gen Instr W)

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

OMB No 1545-0047

Department of the Treasury
Internal Revenue Service**Supplementary Information-(See separate instructions.)**▶ **MUST be completed by the above organizations and attached to their Form 990 or 990-EZ****2004**

Name of the organization

Employer identification number

JOHN C. CAMPBELL FOLK SCHOOL, INC.**56-0552780****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 empl ben plans & deferred comp	(e) Expense account and other allowances
KAREN BEATY 5556 12 POINT RD BLAIRSVILLE GA 30512	PROGRAM MGR	64,188	2,620	0
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 ▶		

For Paperwork Reduction Act Notice, see the Instructions for Form 990 and Form 990-EZ.

Schedule A (Form 990 or 990-EZ) 2004

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

Yes No

- 1** During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ► \$ _____ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B)

1 X

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.

- 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

- 3a** Do you make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how you determine that recipients qualify to receive payments.) **3a** X

- b** Do you have a section 403(b) annuity plan for your employees? **3b** X

- 4a** Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds? **4a** X

- b** Do you provide credit counseling, debt management, credit repair, or debt negotiation services? **4b** X

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

The organization is not a private foundation because it is. (Please check only **ONE** applicable box.)

- 5** ☐ A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i)
- 6** ☒ A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)
- 7** ☐ A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii)
- 8** ☐ A Federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v)
- 9** ☐ A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). Enter the hospital's name, city,

and state ►

- 10** ☐ An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)
- 11a** ☐ An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 11b** ☐ A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 12** ☐ An organization that normally receives: **(1) more than 33 1/3%** of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions-subject to certain exceptions, and **(2) no more than 33 1/3%** of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
- 13** ☐ An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in **(1)** lines 5 through 12 above, or **(2)** section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2). (See section 509(a)(3).)

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

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

- 14** ☐ An organization organized and operated to test for public safety. Section 509(a)(4). (See page 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) 2003	(b) 2002	(c) 2001	(d) 2000	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28)					
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose					
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					
19 Net income from unrelated business activities not included in line 18					
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge.					
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets.					
23 Total of lines 15 through 22					
24 Line 23 minus line 17					
25 Enter 1% of line 23					

26 Organizations described on lines 10 or 11: **a** Enter 2% of amount in column (e), line 24 ► **26a**

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 2000 through 2003 exceeded the amount shown in line 26a. **Do not file this list with your return.** Enter the total of all these excess amounts ► **26b**

c Total support for section 509(a)(1) test: Enter line 24, column (e) ► **26c**

d Add: Amounts from column (e) for lines 18 _____ 19 _____
22 _____ 26b _____ ► **26d**

e Public support (line 26c minus line 26d total) ► **26e**

f **Public support percentage (line 26e (numerator) divided by line 26c (denominator))** ► **26f** %

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 **N/A**

(2003) (2002) (2001) (2000)

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 **N/A**

(2003) (2002) (2001) (2000)

c Add: Amounts from column (e) for lines 15 _____ 16 _____
17 _____ 20 _____ 21 _____ ► **27c**

d Add: Line 27a total _____ and line 27b total _____ ► **27d**

e Public support (line 27c total minus line 27d total) ► **27e**

f Total support for section 509(a)(2) test: Enter amount from line 23, column (e) ► **27f**

g **Public support percentage (line 27e (numerator) divided by line 27f (denominator))** ► **27g** %

h **Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))** ► **27h** %

28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 2000 through 2003, 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.)
(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?	X	
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?	X	
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) THE RACIALLY NONDISCRIMINATORY POLICY FOR JOHN C. CAMPBELL FOLK SCHOOL, INC. IS PUBLICIZED ANNUALLY IN THE COURSE CATLOG.	X	
32 Does the organization maintain the following.		
a Records indicating the racial composition of the student body, faculty, and administrative staff?		X
b Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	X	
c Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	X	
d Copies of all material used by the organization or on its behalf to solicit contributions?	X	
If you answered "No" to any of the above, please explain (If you need more space, attach a separate statement) See Statement 9		
33 Does the organization discriminate by race in any way with respect to		
a Students' rights or privileges?		X
b Admissions policies?		X
c Employment of faculty or administrative staff?		X
d Scholarships or other financial assistance?		X
e Educational policies?		X
f Use of facilities?		X
g Athletic programs?		X
h Other extracurricular activities?		X
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?		X
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		X
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	X	

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) **N/A**

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												
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 style="width:100%; border: none;"> <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				
	(a) 2004	(b) 2003	(c) 2002	(d) 2001	(e) Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					
47 Total lobbying expenditures					
48 Grassroots nontaxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 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 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.

- 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.)

	Yes	No	Amount

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 11 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?

- a** Transfers from the reporting organization to a noncharitable exempt organization of

(i) Cash

(ii) Other assets

- b Other transactions.**

(i) Sales or exchanges of assets with a noncharitable exempt organization

(ii) Purchases of assets from a noncharitable exempt organization

(iii) Rental of facilities, equipment, or other assets

(iv) Reimbursement arrangements

(v) Loans or loan guarantees

(vi) Performance of services or membership or fundraising solicitations

- c** 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.

	Yes	No
51a(i)		X
a(ii)		X
b(i)		X
b(ii)		X
b(iii)		X
b(iv)		X
b(v)		X
b(vi)		X
c		X

[illegible]

- 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

[illegible]

Form 990	Special Events Schedule	2004
For calendar year 2004, or tax year beginning _____, and ending _____		

Name

Employer Identification Number

JOHN C. CAMPBELL FOLK SCHOOL, INC.

56-0552780

	(A)	(B)	(C)	Others	Total
Gross receipts	49,110	23,466	0	0	72,576
Less contributions	0	0	0	0	0
Gross revenue	49,110	23,466	0	0	72,576
Less direct expenses	14,855	0	0	0	14,855
Net income (loss)	34,255	23,466	0	0	57,721

Description	(A)
	FALL FESTIVAL

(B) CRAFT AUCTION

(C) _____

Others _____

1. *Journal of Management Studies*, 1997, 34, 1, 1-14.

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Form **4562**Department of the Treasury
Internal Revenue Service**Depreciation and Amortization**

(Including Information on Listed Property)

OMB No 1545-0172

2004Attachment
Sequence No **67**

▶ See separate instructions.

▶ Attach to your tax return.

Name(s) shown on return

JOHN C. CAMPBELL FOLK SCHOOL, INC.

Identifying number

56-0552780

Business or activity to which this form relates

Indirect Depreciation**Part I Election To Expense Certain Property Under Section 179****Note:** If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount See page 2 of the instructions for a higher limit for certain businesses	1	102,000
2	Total cost of section 179 property placed in service (see page 3 of the instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	410,000
4	Reduction in limitation Subtract line 3 from line 2 If zero or less, enter -0-	4	
5	Dollar limitation for tax year Subtract line 4 from line 1 If zero or less, enter -0- If married filing separately, see page 3 of the instructions	5	
(a) Description of property		(b) Cost (business use only)	(c) Elected cost
6			
7	Listed property Enter the amount from line 29	7	
8	Total elected cost of section 179 property Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2003 Form 4562	10	
11	Business income limitation Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	
12	Section 179 expense deduction Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2005 Add lines 9 and 10, less line 12	13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.**Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)**

14	Special depreciation allowance for qualified prop (other than listed prop) placed in service during the tax year (see pg 3 of the instructions)	14	
15	Property subject to section 168(f)(1) election (see page 4 of the instructions)	15	
16	Other depreciation (including ACRS) (see page 4 of the instructions)	16	131,905

Part III MACRS Depreciation (Do not include listed property.) (See page 5 of the instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2004	17	23,061
18	If you are electing under section 168(i)(4) to group any assets placed in service during the tax year into one or more general asset accounts, check here ☐		

Section B-Assets Placed in Service During 2004 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only-see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs	MM	S/L	
i Nonresidential real property			39 yrs.	MM	S/L	

Section C-Assets Placed in Service During 2004 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 40-year			40 yrs	MM	S/L	

Part IV Summary (see page 8 of the instructions)

21	Listed property Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21 Enter here and on the appropriate lines of your return Partnerships and S corporations-see instr.	22	154,966
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

For Paperwork Reduction Act Notice, see separate instructions.

Form **4562** (2004)

DAA

There are no amounts for Page 2

JOHN C. CAMPBELL FOLK SCHOOL, INC. 56-0552780

Form 4562 (2004)

Page **2****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 page 9 of the 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 prop (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 (see page 8 of the instructions)								25			
26 Property used more than 50% in a qualified business use (see page 8 of the instructions)											
		%									
		%									
27 Property used 50% or less in a qualified business use (see page 8 of the instructions)											
		%					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

30 Total business/investment miles driven during the year (do not include commuting miles-See page 2 of the instructions)	(a) Vehicle 1	(b) Vehicle 2	(c) Vehicle 3	(d) Vehicle 4	(e) Vehicle 5	(f) Vehicle 6
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?	Yes	No	Yes	No	Yes	No
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 (see page 10 of the instructions)

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?	Yes	No
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See page 10 of the 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? (See page 10 of the instructions)		

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 2004 tax year (see page 11 of the instructions)					
43 Amortization of costs that began before your 2004 tax year					43
44 Total. Add amounts in column (f). See page 12 of the instructions for where to report					44

DAA

Federal Statements

Statement 1 - Form 990, Part I, Line 8c - Sale of Assets Other Than Inventory - Other

Desc		Date		Whom Sold	Sale Price	Cost & Expense	Deprec	Gain/ -Loss
How Rec'd		Acquired	Sold					
DRYER	Purchase	12/31/92	12/31/04		\$	\$	260	\$
KEITH H 2000 GAL OIL TANK	Purchase	8/31/96	2/11/04		1,500	2,963	2,963	1,500
2 CHAIRS	Purchase	7/01/86	2/16/04		25	200	200	25
AIR CONDITONER AND STOVE	Purchase	8/06/91	12/31/04			662	662	
DELL CPU (BUSINESS MANAGER)	Purchase	1/31/02	1/15/04		150	1,571	602	-819
DELL CPU (ACCOUNTING)	Purchase	1/31/02	1/16/04		150	1,511	604	-757
DRYER	Purchase	3/31/98	12/31/04		1,144	1,243	1,199	1,100
PHONE SYSTEM	Purchase	11/08/95	12/31/04		5,000	5,000	5,000	5,000
BUSH HOG SPREADER	Purchase	2/28/98	12/31/04		1,001	525	513	989
1984 FORD ECONOVAN	Purchase	1/31/98	12/30/04		1,200	1,500	1,500	1,200
2 ELECTROLUX VAC CLEANERS	Purchase	8/27/97	12/31/04		1,200	1,200	1,200	1,200
KITCHENS UTENSILS	Purchase	12/31/85	12/31/04			216	216	
TABLES	Purchase	2/12/92	12/31/04			127	127	
100 LB RAM AIR HAMMER	Purchase	8/31/98	2/02/04		2,000	2,500	1,935	1,435
5 CHEST	Purchase	2/01/79	12/31/04			190	190	
FIRE EXTINGUISHERS	Purchase	11/01/79	12/31/04			231	231	
4 TABLES	Purchase	11/01/80	12/31/04			192	192	
K.H. FURNITURE	Purchase	1/01/73	12/31/04			1,881	1,881	

Federal Statements

56-0552780

FYE: 12/31/2004

Statement 1 - Form 990, Part I, Line 8c - Sale of Assets Other Than Inventory - Other
(continued)

Desc		How Rec'd	Whom Sold	Date Acquired	Date Sold	Sale Price	Cost & Expense	Deprec	Gain/ -Loss
BEDS		Purchase		8/17/83	12/31/04	\$	\$ 2,398	\$ 2,398	\$
BED		Purchase		12/31/83	12/31/04		120	120	
FURNISHINGS		Purchase		7/20/89	12/31/04		742	742	
4 DRAWER CREDENZA		Purchase		12/06/89	12/31/04		429	429	
BOOKS		Purchase		2/08/89	12/31/04		30	30	
BOOKS		Purchase		5/15/89	12/31/04		27	27	
OFFICE FURNISHINGS		Purchase		12/21/89	12/31/04		235	235	
BOOKS		Purchase		8/02/89	12/31/04		75	75	
30 TABLES		Purchase		12/04/90	12/31/04		750	750	
1 CARPET ROCK HOUSE		Purchase		6/22/90	12/31/04		2,400	2,400	
3 NIGHT STANDS ROCK HOUSE		Purchase		4/06/90	12/31/04		236	236	
3 CHESTS ROCK HOUSE		Purchase		4/06/90	12/31/04		378	378	
TABLES & MIRRORS		Purchase		6/15/90	12/31/04		270	270	
FILE CABINET		Purchase		6/22/90	12/31/04		62	62	
FIRE SCREEN		Purchase		10/17/90	12/31/04		473	473	
COUCH		Purchase		10/29/90	12/31/04		300	300	
MIRROR & SUPPLIES		Purchase		12/28/90	12/31/04		629	629	

Federal Statements

5/13/2005 2:01 PM

Statement 1 - Form 990, Part I, Line 8c - Sale of Assets Other Than Inventory - Other (continued)

Desc		How Rec'd	Whom Sold	Date Acquired	Date Sold	Sale Price	Cost & Expense	Deprec	Gain/-Loss
CHEST OF DRAWERS		Purchase		10/11/88	12/31/04	\$	347	\$ 347	\$
3 NITESTANDS - LAMPS		Purchase		9/22/88	12/31/04		267	267	
4 BEDS		Purchase		10/07/88	12/31/04		737	737	
2 NITESTANDS - LAMPS		Purchase		10/07/88	12/31/04		218	218	
CARPET		Purchase		8/26/88	12/31/04		1,622	1,622	
4 DRAWER FILE & ACCE		Purchase		8/14/86	12/31/04		547	547	
WALL HANGING		Purchase		7/01/86	12/31/04	8,638	250	250	8,638
JEW-DIAMOND LASER 3000SAW		Purchase		6/30/96	11/19/04	300	525	525	300
LOUD SPEAKERS-DINNING HALL		Purchase		1/31/97	12/31/04		811	811	
CASH REGISTER		Purchase		10/30/01	12/31/04		694	314	-380
US TRUST						-16,527			-16,527
RESTRICTED SCHOLARSHIPS						57			57
SIERRA						-95,831			-95,831
UVEST						-139			-139
Total						\$ -90,132	\$ 37,544	\$ 34,667	\$ -93,009

Federal Statements**Statement 2 - Form 990, Line 10c - Sales of Inventory**

<u>Description</u>	<u>Gross Sales</u>	<u>COGS</u>	<u>Gross Profit</u>
CRAFT SHOP & DINING HALL	\$ <u>586,957</u>	\$ <u>570,262</u>	\$ <u>16,695</u>
Total	\$ <u><u>586,957</u></u>	\$ <u><u>570,262</u></u>	\$ <u><u>16,695</u></u>

Statement 3 - Form 990, Line 20 - Other Changes in Net Assets or Fund Balances

<u>Description</u>	<u>Amount</u>
Net Unrealized Gains on Investments	\$ <u>191,420</u>
Total	\$ <u><u>191,420</u></u>

Federal Statements**Statement 4 - Form 990, Part II, Line 43 - Other Functional Expenses**

Description	Total Expenses	Program Service	Mgt & General	Fund- Raising
	\$	\$	\$	\$
Expenses				
AUTO EXPENSE	10,386		10,386	
BANK CHARGES	595		595	
CREDIT CARD FEES	41,510	41,510		
CONTRACT LABOR	2,900	2,900		
EMPLOYEE DEVELOPMENT	3,543		3,543	
INSURANCE	80,886		80,886	
HOST SUBSIDY	3,850		3,850	
INSTRUCTION	352,986	352,986		
STUDENT TRANSPORTATION	12,901	12,901		
TAXES & LICENSES	988		988	
INVESTMENT EXPENSES	19,718		19,718	
PROFESSIONAL FEES	21,123		21,123	
Total	\$ 551,386	\$ 410,297	\$ 141,089	\$ 0

Statement 5 - Form 990, Part III - Organization's Primary Exempt Purpose

THE JOHN C. CAMPBELL FOLK SCHOOL, INC. STRIVES TO ENCOURAGE INDIVIDUAL TALENT AND COMMUNITY LIFE THROUGH THE DEVELOPMENT OF CREATIVE EXPRESSION AND LEARNING BY DOING. ROOTED AS IT IS IN THE HISTORY AND CULTURE OF THE REGION, THE FOLK SCHOOL FOSTERS KNOWLEDGE AND APPRECIATION OF NATURE, MUSIC, DANCE, FOLKLORE, TRADITIONAL AND CONTEMPORARY CRAFTS THROUGH EDUCATION, MARKETING, RESEARCH, ARCHIVING, COMMUNITY SERVICE AND PUBLIC PROGRAMMING.

56-0552780

Federal Statements

FYE: 12/31/2004

Statement 6 - Form 990, Part IV, Line 56 - Other Investments

<u>Description</u>	<u>Beginning of Year</u>	<u>End of Year</u>	<u>Basis of Valuation</u>
UNITED STATES TRUST COMPANY OF N.Y.	\$ 2,110,718	\$ 3,039,759	
Total	\$ 2,110,718	\$ 3,039,759	

Statement 7 - Form 990, Part IV, Line 58 - Other Assets

<u>Description</u>	<u>Beginning of Year</u>	<u>End of Year</u>
CONSTRUCTION IN PROGRESS	\$ 1,050	\$ 1,050
UTILITY DEPOSIT	700	50
MUSEUM COLLECTION EXHIBITS	8,175	8,175
Total	\$ 9,925	\$ 9,275

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Statement 8 - Form 990, Part V - List of Officers, Directors, Trustees, and Key Employees

Name	City, State, Zip	Address	Title	Average Hours	Compensation	Benefits	Expenses
WILLIAM BLOCK	MURPHY NC 28906	179 HILTON ST	DIRECTOR	1	0	0	0
MIMI CECIL	ASHEVILLE NC 28803	7 FRITH DRIVE	V. PRESIDENT	1	0	0	0
MARTHA COURSEY	ATLANTA GA 30345	3436 BRIARCLIFFE RD NE	DIRECTOR	1	0	0	0
BOB GROVE	BRASSTOWN NC 28902	618 DOG BRANCH RD	PRESIDENT	1	0	0	0
DAVID HILTON	MURPHY NC 28906	PO BOX 136	DIRECTOR	1	0	0	0
CHARLES JACKSON	DENVER CO 80202	1551 LARIMER ST	DIRECTOR	1	0	0	0
DALE LILES	KNOXVILLE TN 37919	2142 CHEROKEE BLVD	DIRECTOR	1	0	0	0
JOSEPH MATWICK	HIAWASSEE GA 30546	2279 CEDAR CLIFF RD	DIRECTOR	1	0	0	0
CHARLEY ORLANDO	BELMONT NY 14813	PO BOX 39	DIRECTOR	1	0	0	0
MARGIE ROTH	HAYESVILLE NC 28904	276 PARK AVE	DIRECTOR	1	0	0	0
JACK SHULTZ	HIAWASSEE GA 30546	1905 CRESCENT DR	DIRECTOR	1	0	0	0
ANN TAAFFE	MURPHY NC 28906	60 HOLY HILL RIDGE	TREASURER	1	0	0	0
NANCY TROXLER	BRASSTOWN NC 28902	622 WALDROUP RD	SECRETARY	1	0	0	0
JAN DAVIDSON	BRASSTOWN NC 28902	PO BOX 157	CEO	40	92,433	5,939	0
MARIANNE HATCHETT	HAYESVILLE NC 28904	695 CHATUGE VILLAGE	BUS MANAGER	40	67,138	8,896	0
EDWIN MANCHESTER	MURPHY NC 28906	209 RANGER HILL	DIRECTOR	1	0	0	0
JAMES NEUBERT	HIAWASSEE GA 30546	2121 MOCKINGBIRD LN	DIRECTOR	1	0	0	0

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Schedule A, Part V, Line 31 - Publication of Nondiscriminatory Policy

THE RACIALLY NONDISCRIMINATORY POLICY FOR JOHN C. CAMPBELL FOLK SCHOOL, INC. IS PUBLISHED ANNUALLY IN THE COURSE CATALOG.

Statement 9 - Schedule A, Part V, Line 32 - Records Maintenance Explanation

ALL STUDENTS ARE ACCEPTED ON A FIRST COME FIRST SERVE BASIS.
CLASSES LAST A WEEK OR TWO AND INSTRUCTORS ARE HIRED ON A
TEMPORARY BASIS.

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Special Events Direct Expenses

<u>Description</u>	<u>Amount</u>
Column A	\$
FALL FESTIVAL	
FALL FESTIVAL EXPENSES	<u>14,855</u>
SubTotal	<u>14,855</u>
Column B	
CRAFT AUCTION	<u>0</u>
SubTotal	<u>0</u>
Total	<u><u>14,855</u></u>

Direct expenses other than fundraising expenses
reported on Form 990, page 1, line 9b.