

Form 990

OMB No 1545-0047

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)

2003

Open to Public Inspection

Department of the Treasury Internal Revenue Service

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

A For the 2003 calendar year, or tax year beginning 7/01/03, and ending 6/30/04

B Check if applicable: Address change, Name change, Initial return, Final return, Amended return, Application pending. C Name of organization: Brevard Schools Foundation, Inc. D Employer ID number: 59-2895155. E Telephone number: 321-631-1911. F Accounting method: Accrual.

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: bsf.brevard.k12.fl.us

J Organization type: 501(c)(3)

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

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12. 1,943,946

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 include: 1 Contributions, gifts, grants, and similar amounts received; 2 Program service revenue; 3 Membership dues and assessments; 4 Interest on savings and temporary cash investments; 5 Dividends and interest from securities; 6a Gross rents; 6b Less rental expenses; 6c Net rental income or (loss); 7 Other investment income; 8a Gross amount from sales of assets other than inventory; 8b Less cost or other basis and sales expenses; 8c Gain or (loss); 8d Net gain or (loss); 9 Special events and activities; 9a Gross revenue; 9b Less direct expenses; 9c Net income or (loss); 10a Gross sales of inventory; 10b Less cost of goods sold; 10c Gross profit or (loss); 11 Other revenue; 12 Total revenue; 13 Program services; 14 Management and general; 15 Fundraising; 16 Payments to affiliates; 17 Total expenses; 18 Excess or (deficit) for the year; 19 Net assets or fund balances at beginning of year; 20 Changes in net assets or fund balances; 21 Net assets or fund balances at end of year.

REVENUE EXPENSES ASSETS

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For Paperwork Reduction Act Notice, see the separate instructions.

Form 990 (2003)

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Part II Statement of Functional Expenses

All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others. (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) Stmt 2 (cash \$ 844,706 non-cash \$)	844,706	844,706		
23	Specific assistance to individuals				
24	Benefits paid to or for members				
25	Compensation of officers, directors, etc.				
26	Other salaries and wages	127,911	95,983	31,928	
27	Pension plan contributions				
28	Other employee benefits	8,804	2,235	6,569	
29	Payroll taxes	10,543	8,101	2,442	
30	Professional fundraising fees				
31	Accounting fees	9,130		9,130	
32	Legal fees				
33	Supplies	71,886	69,512	2,374	
34	Telephone				
35	Postage and shipping				
36	Occupancy				
37	Equipment rental and maintenance	6,424		6,424	
38	Printing and publications	6,224	6,224		
39	Travel	46,958	46,958		
40	Conferences, conventions, and meetings				
41	Interest				
42	Depreciation, depletion, etc (attach schedule)	1,875		1,875	
43	Other expenses not covered above (itemize). a				
	b See Statement 3	180,924	162,501	18,423	
	c				
	d				
	e				
44	Total functional expenses (add lines 22 - 43) Organizations completing columns (B)-(D), carry these totals to lines 13-15	1,315,385	1,236,220	79,165	0

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

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? Yes No

If "Yes," enter (i) the aggregate amount of these joint costs \$ _____, (ii) the amount allocated to Program services \$ _____,

(iii) the amount allocated to Management and general \$ _____, and (iv) the amount allocated to Fundraising \$ _____

Part III Statement of Program Service Accomplishments (See page 25 of the instructions.)

What is the organization's primary exempt purpose?

► Promote education in Brev Co

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	Education programs-school based	(Grants and allocations \$ 623,202)	892,093
b	Classroom study grants - 147 awarded	(Grants and allocations \$ 75,742)	75,742
c	Scholarships and student awards - 43 awarded	(Grants and allocations \$ 139,932)	246,251
d	Teacher/employee recognition	(Grants and allocations \$ 5,830)	22,134
e	Other program services (attach schedule)	(Grants and allocations \$)	
f	Total of Program Service Expenses (should equal line 44, column (B), Program services)		1,236,220

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
A s s e t s	45 Cash-non-interest-bearing	25,128	45	29,291
	46 Savings and temporary cash investments	693,947	46	770,220
	47a Accounts receivable	5,402		
	b Less: allowance for doubtful accounts		15,133	47c 5,402
	48a Pledges receivable	105,292		
	b Less: allowance for doubtful accounts		132,018	48c 105,292
	49 Grants receivable			49 40,000
	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			52
	53 Prepaid expenses and deferred charges			53
	54 Investments-securities See Stmt 4 <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV		552,061	54 621,219
	55a Investments-land, buildings, and equipment basis			
	b Less: accumulated depreciation (attach schedule)			55c
56 Investments-other (attach schedule)			56	
57a Land, buildings, and equipment basis	24,406			
b Less: accumulated depreciation (attach schedule) See Stmt 5	20,103	3,473	57c 4,303	
58 Other assets (describe <input type="checkbox"/> See Stmt 6)		573,810	58 734,252	
59 Total assets (add lines 45 through 58) (must equal line 74)		1,995,570	59 2,309,979	
L i a b i l i t i e s	60 Accounts payable and accrued expenses	18,160	60	7,962
	61 Grants payable		61	
	62 Deferred revenue		62	
	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)		64b	
	65 Other liabilities (describe <input type="checkbox"/>)		65	
	66 Total liabilities (add lines 60 through 65)		18,160	66 7,962
Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.				
N F e u n d s	67 Unrestricted	459,360	67	486,410
	68 Temporarily restricted	1,247,456	68	1,558,429
	69 Permanently restricted	270,594	69	257,178
Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74.				
A s s e t s o f	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)		1,977,410	73 2,302,017
74 Total liabilities and net assets / fund balances (add lines 66 and 73)		1,995,570	74 2,309,979	

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 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		X
77	Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes.		X
78a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?		X
b	If "Yes," has it filed a tax return on Form 990-T for this year?		
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement		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?		X
b	If "Yes," enter the name of the organization <input type="checkbox"/> and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt.		
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?	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? 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	85b	N/A
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?	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	
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 <input type="checkbox"/> 0 ; section 4912 <input type="checkbox"/> 0 , section 4955 <input type="checkbox"/> 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 <input type="checkbox"/> FL		
b	Number of employees employed in the pay period that includes March 12, 2003 (See instructions.)	90b	4
91	The books are in care of <input type="checkbox"/> Brev. Schools Found., Inc. Located at <input type="checkbox"/> Viera, FL		
92	Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041- Check here <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the tax year <input type="checkbox"/> 92 <input type="checkbox"/>		

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 _____					
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	12,796	
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			1	220,502	
102 Gross profit or (loss) from sales of inventory					
103 Other revenue: a _____					
b _____					
c _____					
d _____					
e _____					
104 Subtotal (add columns (B), (D), and (E))		0		233,298	0
105 Total (add line 104, columns (B), (D), and (E))					233,298

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)
●	
N/A	

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 attachments, and believe it is true, correct, and complete. Declaration of preparer (other than the taxpayer) is based on all information of which the preparer has knowledge.

Signature of officer: *Lynn M Clifton*

Type or print name and title: **LYNN M CLIFTON, EXECUTIVE**

Paid Preparer's Use Only

Preparer's signature: *John James CPA*

Firm's name (or yours if self-employed): **James, Key & Dinicola**

address, and ZIP + 4: **2717 North Wickham Road, Melbourne, FL 32909**

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.)

OMB No 1545-0047

2003

Department of the Treasury
Internal Revenue Service

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

Name of the organization Brevard Schools Foundation, Inc.	Employer identification number 59-2895155
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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 ben plans & deferred compensation	(e) Expense account and other allowances
NONE				
Total number of other employees paid over \$50,000 ▶				

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) 2003

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

	Yes	No
<p>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.)</p> <p>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</p>		X
<p>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)</p>		
<p>a Sale, exchange, or leasing of property?</p>		X
<p>b Lending of money or other extension of credit?</p>		X
<p>c Furnishing of goods, services, or facilities?</p>		X
<p>d Payment of compensation (or payment or reimbursement of expiration if more than \$1,000)?</p>		X
<p>e Transfer of any part of its income or assets?</p>		X
<p>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)</p>	X	
<p>3b Do you have a section 403(b) annuity plan for your employees?</p>		X
<p>4 Did you maintain any separate account for participating donors where donors have the right to provide advice on the use or distribution of funds?</p>		X

See Stmt 10

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
School Board of Brevard County	8

- 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

Calendar year (or fiscal year beginning in)	(a) 2002	(b) 2001	(c) 2000	(d) 1999	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28)					
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 payment 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 benefits 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 1999 through 2002 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts		▶ 26b	
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:	(2002)	(2001)	(2000)	(1999)	N/A
b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year:	(2002)	(2001)	(2000)	(1999)	N/A	
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 on 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 1999 through 2002, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. **Do not file this list with your return.** Do not include these grants in line 15

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)

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

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

(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-		
If the amount on line 40 is-	The lobbying nontaxable amount is-	
Not over \$500,000	20% of the amount on line 40	} 41
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) 2003	(b) 2002	(c) 2001	(d) 2000	(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 12 of the instructions.) N/A

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

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

Federal Statements

Statement 1 - Form 990, Line 20 - Other Changes in Net Assets or Fund Balances

<u>Description</u>	<u>Amount</u>
Net unrealized gains on investments	\$ <u>69,158</u>
Total	\$ <u>69,158</u>

Federal Statements

Statement 2 - Form 990, Part II, Line 22 - Grants, Allocations and Contributions

<u>Donee's Name</u>	<u>Donee's Address</u>	<u>City</u>	<u>St</u>	<u>Zip</u>
<u>Donee's Relationship to Org</u>	<u>Class of Activity / Description</u>		<u>Cash Contribution</u>	<u>Noncash Contribution</u>
Awards			\$ 623,202	\$
School grants			75,742	
Scholarship			139,932	
Teacher grants			5,830	
Total			<u>\$ 844,706</u>	<u>\$ 0</u>

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Federal Statements

FYE: 6/30/2004

Statement 3 - Form 990, Part II, Line 43 - Other Functional Expenses

Description	Total Expenses	Program Service	Mgt & General	Fund- Raising
	\$	\$	\$	\$
Expenses				
Advertising	1,025	1,025		
Contract labor	3,500	3,500		
Training	9,892	3,802	6,090	
Dues, fees, membership	42,610	36,978	5,632	
Insurance	3,194		3,194	
Equipment	23,253	23,253		
Capital expenditures	3,360		3,360	
Miscellaneous	140		140	
Event expenses	79,410	79,403	7	
Event expenses	14,540	14,540		
Total	<u>\$ 180,924</u>	<u>\$ 162,501</u>	<u>\$ 18,423</u>	<u>\$ 0</u>

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Federal Statements

FYE: 6/30/2004

Statement 4 - Form 990, Part IV, Line 54 - Investments in Securities

<u>Description</u>	<u>Beginning of Year</u>	<u>End of Year</u>	<u>Basis of Valuation</u>
Corporate Stock	436,406	510,519	Market
Corporate Bonds	115,655	110,700	Market
	<u>552,061</u>	<u>621,219</u>	

Statement 5 - Form 990, Part IV, Line 57 - Land, Buildings, and Equipment

<u>Description</u>	<u>Beginning of Year</u>	<u>Accum Deprec</u>	<u>End of Year</u>	<u>Accum Deprec</u>
Software	\$ 21,700	\$ 18,227	\$ 21,700	\$ 20,103
Major equipment			2,706	
Total	<u>\$ 21,700</u>	<u>\$ 18,227</u>	<u>\$ 24,406</u>	<u>\$ 20,103</u>

Statement 6 - Form 990, Part IV, Line 58 - Other Assets

<u>Description</u>	<u>Beginning of Year</u>	<u>End of Year</u>
Florida prepaid tuition contracts	\$ 573,810	\$ 734,252
Total	<u>\$ 573,810</u>	<u>\$ 734,252</u>

Federal Statements**Statement 7 - Form 990, Part IV-A - Other Revenue Included on Financial Statements**

<u>Description</u>	<u>Amount</u>
Special events direct expenses	\$ 373,112
Total	\$ <u>373,112</u>

Statement 8 - Form 990, Part IV-B - Other Expenses Included on Financial Statements

<u>Description</u>	<u>Amount</u>
Special events direct expenses	\$ 373,112
Total	\$ <u>373,112</u>

Federal Statements

Statement 9 - Form 990, Part V - List of Officers, Directors, Trustees, and Key Employees

Name				Title	Average	City, State, Zip
	Comp	Benefits	Expenses		Hrs	
				Address		
John Aldinger	0	0	0	Director	Var	Cocoa Beach FL
John Anderson	0	0	0	Director	Var	Cocoa Beach FL
David Brock	0	0	0	Director	Var	Rockledge FL
Mel Broom	0	0	0	Director	Var	Palm Bay FL
Linda Dale	0	0	0	Director	Var	Merritt Island FL
Richard DiPatri	0	0	0	Secretary	Var	Melbourne FL
Guille Eraso	0	0	0	Director	Var	Melbourne FL
Terry Eberle	0	0	0	Director	Var	Melbourne FL
Fred Galey	0	0	0	Director	Var	Melbourne FL
Meredith Gibson	0	0	0	Director	Var	Melbourne FL
Jamie Grofik	0	0	0	President	Var	Melbourne FL
Moses Harvin	0	0	0	Director	Var	Melbourne FL
Tim Hollingsworth	0	0	0	Director	Var	Melbourne FL
Steve Johnson	0	0	0	Director	Var	Viera FL
Joe Langlois	0	0	0	Director	Var	Melbourne FL
Coleen Hughs	0	0	0	Director	Var	Indialantic FL
Susan Newton	0	0	0	Director	Var	Melbourne FL
Jim Platman	0	0	0	Director	Var	Melbourne FL

Federal Statements

Statement 9 - Form 990, Part V - List of Officers, Directors, Trustees, and Key Employees (continued)

	Name			Title	Average	Address	City, State, Zip
	Comp	Benefits	Expenses		Hrs		
T.J. Shaw	0	0	0	Director	Var	West Melbourne FL	
Max Snider	0	0	0	Vice Pres	Var	Melbourne FL	
Judy Spencer	0	0	0	Director	Var	Cocoa FL	
Robert Springer	0	0	0	Director	Var	Titusville FL	
Sara Stern	0	0	0	Director	Var	Viera FL	
Ross Sutton	0	0	0	Director	Var	Merritt Island FL	
Michael Wagner	0	0	0	Director	Var	Melbourne FL	
Mason Williams III	0	0	0	Treasurer	Var	Melbourne FL	
Lynn Clifton	0	0	0	Executive Di	Var	Melbourne FL	

Statement 10 - Schedule A, Part III, Line 4b - Explanation of Grant / Loan Qualifications

See attached notes

Brevard Schools Foundation Scholarship Information

A college scholarship program for public school students is one of the five-priority areas for funding by the Brevard Schools Foundation. Corporations, individuals and organizations sponsor most scholarships awarded by the Foundation. However, the Foundation Board may conduct or sanction fund-raising activities or allocate general support toward scholarships.

The Foundation Board of Directors oversees the foundation Scholarship program. Awards are made by the Foundation with proper credit given to the scholarship sponsor. The Foundation recommends scholarships of \$1000.00, but will consider other awards, with a minimum of \$250.00.

The sponsoring organization may assist in the selection of students for the scholarships or may delegate that responsibility to the Foundation. When the Foundation assumes full responsibility, guidance committees at each of the district's 12 public high schools generally conduct the selection of student scholarship recipients. Among the criteria considered are:

- o Academic achievements, grades
- o Extracurricular activities and community involvement
- o Financial need or availability of other resources for college
- o Special career/study field interest, talent or aptitude

The process for selecting student scholarship recipients must be non-discriminatory. However, if requested by the sponsoring organization and granted special exception by the foundation, a scholarship selection committee could give preferential consideration to minority or handicapped students. Scholarships also may be designated for students at one or more specified high schools.

Donations to the foundation designated for student scholarships are restricted for only that purpose. Funds are disbursed directly to the scholarship accounts of designated colleges, trade schools or universities in the recipient's name. Before funds are disbursed, students must document their acceptance or enrollment into the designated school. Students are responsible for enrolling in and attending the designated school, or they are required to return the scholarship award to the Foundation. Procedures are in place to commit students to such repayment if warranted.

Brevard Schools Foundation**"Bright Ideas"****Mini-grant Information and Instructions**

OVERVIEW: The Brevard Schools Foundation was created in 1987 to accept and distribute community funds to support kindergarten through 12th grade public education in Brevard County. Business and community leaders serve as the Board of Directors, which oversees the foundation. The foundation board established creative classroom projects called "Bright Ideas." The purpose of the "Bright Ideas" mini-grant program is to enhance the instructional programs for our students by encouraging teacher innovation and creative projects.

WHO MAY APPLY? Any teacher employed by a Brevard County public school. A teacher who changes schools may request that the grant also be transferred. A teacher may submit one project for consideration at the school level. The maximum grant is \$500 per elementary teacher, and \$1,000.00 per secondary teacher.

WHEN IS THE APPLICATION DUE? The deadline is in the month of September.

HOW MAY THE GRANT MONEY BE SPENT? The foundation is a private, non-profit corporation and there are a few restrictions placed on its funds. The money may be spent on such things as supplies, travel, field trips, printing, curriculum, computer software, etc. The committee considers all requests, but funding for large equipment purchases is discouraged. In addition funding food, parties, recognition, awards, etc. is discouraged. The emphasis needs to be on a results-oriented project with clear goals identified.

WHAT IS THE ACCOUNTING PROCEDURE? A check is made out to the teacher's school and is placed into internal accounts. The school bookkeeper issues checks to cover grant expenses and files a short accounting form at the end of the project. Any leftover funds must be returned to the Foundation.

HOW MUCH PAPERWORK IS REQUIRED? The foundation keeps paperwork to a minimum. Teachers are provided a short form to return upon completion of the project.

HOW WILL THE WINNING GRANTS BE CHOSEN? The foundation board has established mini-grant committees of grant sponsors and National Board Certified teachers. Grants are evaluated based upon their potential benefit to students, the number of students involved, project creativity and innovation, effective use of resources, potential sponsor interest and other criteria established by the committee. Applications are blind and contain no reference to the school, so the "Bright Ideas" are judged on their merit and potential conflicts of interest are avoided.

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Federal Asset Report

FYE: 6/30/2004

Asset	Description	Date In Service	Cost	Bus %	Sec 179	Sec 168(k)	Basis for Depr	PerConv Meth	Prior	Current
Other Depreciation:										
1	Blackbaud	10/13/98	16,430				16,430	5 MO S/L	15,609	821
2	Blackbaud Multi User Program	1/08/01	4,255				4,255	5 MO S/L	2,128	851
3	Blackbaud Bank Reconciliation Program	2/08/01	1,015				1,015	5 MO S/L	491	203
4	Proliant Server	6/28/04	2,706				2,706	5 MO S/L	0	0
Total Other Depreciation			<u>24,406</u>				<u>24,406</u>		<u>18,228</u>	<u>1,875</u>
Total ACRS and Other Depreciation			<u>24,406</u>				<u>24,406</u>		<u>18,228</u>	<u>1,875</u>
Grand Totals			24,406				24,406		18,228	1,875
Less: Dispositions			<u>0</u>				<u>0</u>		<u>0</u>	<u>0</u>
Net Grand Totals			<u>24,406</u>				<u>24,406</u>		<u>18,228</u>	<u>1,875</u>