

Application for Recognition of Exemption Under Section 501(c)(3) of the Internal Revenue Code

OMB No. 1545-0056

Note: If exempt status is approved, this application will be open for public inspection.

Read the instructions for each Part carefully.

A User Fee must be attached to this application.

If the required information and appropriate documents are not submitted along with Form 8718 (with payment of the appropriate user fee), the application may be returned to you.

Complete the Procedural Checklist on page 8 of the instructions.

Part I Identification of Applicant

1a Full name of organization (as shown in organizing document) Urban Arts Academy	2 Employer identification number (EIN) (If none, see page 3 of the Specific Instructions .) 41 : 2016187				
1b c/o Name (if applicable) Rebecca von Fischer	3 Name and telephone number of person to be contacted if additional information is needed (612) 827-2504 R. von Fischer				
<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%;">1c Address (number and street)</td> <td style="width: 50%;">Room/Suite</td> </tr> <tr> <td>3901 Chicago Avenue South</td> <td></td> </tr> </table>	1c Address (number and street)	Room/Suite	3901 Chicago Avenue South		4 Month the annual accounting period ends <p style="text-align: center;">May</p>
1c Address (number and street)	Room/Suite				
3901 Chicago Avenue South					
1d City, town, or post office, state, and ZIP + 4. If you have a foreign address, see Specific Instructions for Part I, page 3. Minneapolis, MN 55407	5 Date incorporated or formed 09/11/2001				
1e Web site address	6 Check here if applying under section: a <input type="checkbox"/> 501(e) b <input type="checkbox"/> 501(f) c <input type="checkbox"/> 501(k) d <input type="checkbox"/> 501(n)				
7 Did the organization previously apply for recognition of exemption under this Code section or under any other section of the Code? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," attach an explanation.					
8 Is the organization required to file Form 990 (or Form 990-EZ)? <input type="checkbox"/> N/A <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No If "No," attach an explanation (see page 3 of the Specific Instructions).					
9 Has the organization filed Federal income tax returns or exempt organization information returns? . . . <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," state the form numbers, years filed, and Internal Revenue office where filed.					

10 Check the box for the type of organization. ATTACH A CONFORMED COPY OF THE CORRESPONDING ORGANIZING DOCUMENTS TO THE APPLICATION BEFORE MAILING. (See **Specific Instructions** for Part I, Line 10, on page 3.) See also Pub. 557 for examples of organizational documents.)

a Corporation—Attach a copy of the Articles of Incorporation (including amendments and restatements) showing approval by the appropriate state official; also include a copy of the bylaws.

b Trust— Attach a copy of the Trust Indenture or Agreement, including all appropriate signatures and dates.

c Association— Attach a copy of the Articles of Association, Constitution, or other creating document, with a declaration (see instructions) or other evidence the organization was formed by adoption of the document by more than one person; also include a copy of the bylaws.

If the organization is a corporation or an unincorporated association that has not yet adopted bylaws, check here

I declare under the penalties of perjury that I am authorized to sign this application on behalf of the above organization and that I have examined this application, including the accompanying schedules and attachments, and to the best of my knowledge it is true, correct, and complete.

Please Sign Here _____ **Rebecca von Fischer** _____ **11/13/01** _____
 (Signature) (Type or print name and title or authority of signer) (Date)

Part II Activities and Operational Information

- 1 Provide a detailed narrative description of all the activities of the organization—past, present, and planned. **Do not merely refer to or repeat the language in the organizational document.** List each activity separately in the order of importance based on the relative time and other resources devoted to the activity. Indicate the percentage of time for each activity. Each description should include, as a minimum, the following: (a) a detailed description of the activity including its purpose and how each activity furthers your exempt purpose; (b) when the activity was or will be initiated; and (c) where and by whom the activity will be conducted.

The charitable mission of the Urban Arts Academy is to provide opportunities through which people of many cultures and colors can come together to teach, to learn about, to experience each other and themselves in ways that bridge differences and challenge those barriers which stand in the way of community. The Urban Arts Academy was created to (1) celebrate our diversity and similarity; (2) empower the four urban Minneapolis neighborhoods where it is located - Bancroft, Bryant, Central and Powderhorn; (3) to enhance the quality of life for people from the neighborhood and (4) to call our community to join with us.

The specific activities of the Urban Arts Academy to fulfill its mission are:

(a) The Urban Arts Academy is a community school of the arts intended to attract students from the crossroads neighborhoods. The program is offered to students for a nominal enrollment fee which may be waived altogether depending on need. Classes include music, dance, poetry and arts. The program is also intended to build cultural bridges and strengthen cultural identities.

(b) The first session of this program was offered over a seven-week period in the Spring of 2001 through Calvary Lutheran Church. Efforts are underway to operate a full year of classes from October 2001 through May 2002.

(c) The Urban Arts Academy is operated at the facilities of Calvary Lutheran Church, 3901 Chicago Avenue South, Minneapolis, Minnesota by a separate Minnesota nonprofit corporation, the Urban Arts Academy. The program will have a full-time director during the school year and part-time instructors. Executive and administrative support is provided by Calvary Lutheran Church. Volunteers from Calvary Lutheran Church provide additional assistance.

- 2 What are or will be the organization's sources of financial support? List in order of size.

**Calvary Lutheran Church
Minneapolis Public School District
Community Organizations
Private individuals**

- 3 Describe the organization's fundraising program, both actual and planned, and explain to what extent it has been put into effect. Include details of fundraising activities such as selective mailings, formation of fundraising committees, use of volunteers or professional fundraisers, etc. Attach representative copies of solicitations for financial support.
The organization receives a grant from The Crossroads Foundation. The organization will also seek grants from other nonprofit organizations, solicit contributions from other churches and solicit contributions from individuals.

Part II Activities and Operational Information (Continued)

4 Give the following information about the organization's governing body:

a Names, addresses, and titles of officers, directors, trustees, etc.

See attached schedule.

b Annual compensation

c Do any of the above persons serve as members of the governing body by reason of being public officials or being appointed by public officials? Yes No
If "Yes," name those persons and explain the basis of their selection or appointment.

d Are any members of the organization's governing body "disqualified persons" with respect to the organization (other than by reason of being a member of the governing body) or do any of the members have either a business or family relationship with "disqualified persons"? (See **Specific Instructions** for Part II, Line 4d, on page 3.) Yes No
If "Yes," explain.

5 Does the organization control or is it controlled by any other organization? Yes No
Is the organization the outgrowth of (or successor to) another organization, or does it have a special relationship with another organization by reason of interlocking directorates or other factors? Yes No
If either of these questions is answered "Yes," explain.

The board of the Crossroads Foundation constitutes all the members of the Urban Arts Academy and thereby has certain control over the Urban Arts Academy. Certain provisions in the Articles and Bylaws of the Urban Arts Academy may be amended only with approval of the members. The Crossroads Foundation was formed by the Calvary Lutheran Church. Calvary Lutheran Church is entitled to a majority of the directors on the board of directors of The Crossroads Foundation. Any amendment to the Articles or the Bylaws of the Crossroads Foundation are subject to approval by the church council.

6 Does or will the organization directly or indirectly engage in any of the following transactions with any political organization or other exempt organization (other than a 501(c)(3) organization): (a) grants; (b) purchases or sales of assets; (c) rental of facilities or equipment; (d) loans or loan guarantees; (e) reimbursement arrangements; (f) performance of services, membership, or fundraising solicitations; or (g) sharing of facilities, equipment, mailing lists or other assets, or paid employees? Yes No
If "Yes," explain fully and identify the other organizations involved.

The Minneapolis Public School Board provides some funding for the Urban Arts Academy.

7 Is the organization financially accountable to any other organization? Yes No
If "Yes," explain and identify the other organization. Include details concerning accountability or attach copies of reports if any have been submitted.

Part II Activities and Operational Information (Continued)

8 What assets does the organization have that are used in the performance of its exempt function? (Do not include property producing investment income.) If any assets are not fully operational, explain their status, what additional steps remain to be completed, and when such final steps will be taken. If none, indicate "N/A."
N/A

9 Will the organization be the beneficiary of tax-exempt bond financing within the next 2 years? Yes No

10a Will any of the organization's facilities or operations be managed by another organization or individual under a contractual agreement? Yes No

b Is the organization a party to any leases? Yes No
If either of these questions is answered "Yes," attach a copy of the contracts and explain the relationship between the applicant and the other parties.

11 Is the organization a membership organization? Yes No
If "Yes," complete the following:

a Describe the organization's membership requirements and attach a schedule of membership fees and dues.

b Describe the organization's present and proposed efforts to attract members and attach a copy of any descriptive literature or promotional material used for this purpose.

c What benefits do (or will) the members receive in exchange for their payment of dues?

12a If the organization provides benefits, services, or products, are the recipients required, or will they be required, to pay for them? N/A Yes No
If "Yes," explain how the charges are determined and attach a copy of the current fee schedule.

Currently the Urban Arts Academy does not charge any of the participating students for the services as the Urban Arts Academy receives some funding from the Minneapolis Public Schools. The Urban Arts Academy may charge a small fee for students participating in the program who are not from the Minneapolis Public School district.

b Does or will the organization limit its benefits, services, or products to specific individuals or classes of individuals? N/A Yes No
If "Yes," explain how the recipients or beneficiaries are or will be selected.

13 Does or will the organization attempt to influence legislation? Yes No
If "Yes," explain. Also, give an estimate of the percentage of the organization's time and funds that it devotes or plans to devote to this activity.

14 Does or will the organization intervene in any way in political campaigns, including the publication or distribution of statements? Yes No
If "Yes," explain fully.

Part III Technical Requirements

1 Are you filing Form 1023 within 15 months from the end of the month in which your organization was created or formed? Yes No
If you answer "Yes," do not answer questions on lines 2 through 6 below.

2 If one of the exceptions to the 15-month filing requirement shown below applies, check the appropriate box and proceed to question 7.

Exceptions—You are not required to file an exemption application within 15 months if the organization:

- a Is a church, interchurch organization of local units of a church, a convention or association of churches, or an integrated auxiliary of a church. See **Specific Instructions**, Line 2a, on page 4;
- b Is not a private foundation and normally has gross receipts of not more than \$5,000 in each tax year; or
- c Is a subordinate organization covered by a group exemption letter, but only if the parent or supervisory organization timely submitted a notice covering the subordinate.

3 If the organization does not meet any of the exceptions on line 2 above, are you filing Form 1023 within 27 months from the end of the month in which the organization was created or formed? Yes No

If "Yes," your organization qualifies under Regulation section 301.9100-2, for an automatic 12-month extension of the 15-month filing requirement. Do not answer questions 4 through 6.

If "No," answer question 4.

4 If you answer "No" to question 3, does the organization wish to request an extension of time to apply under the "reasonable action and good faith" and the "no prejudice to the interest of the government" requirements of Regulations section 301.9100-3? Yes No

If "Yes," give the reasons for not filing this application within the 27-month period described in question 3. See **Specific Instructions**, Part III, Line 4, before completing this item. Do not answer questions 5 and 6.

If "No," answer questions 5 and 6.

5 If you answer "No" to question 4, your organization's qualification as a section 501(c)(3) organization can be recognized only from the date this application is filed. Therefore, do you want us to consider the application as a request for recognition of exemption as a section 501(c)(3) organization from the date the application is received and not retroactively to the date the organization was created or formed? Yes No

6 If you answer "Yes" to question 5 above and wish to request recognition of section 501(c)(4) status for the period beginning with the date the organization was formed and ending with the date the Form 1023 application was received (the effective date of the organization's section 501(c)(3) status), check here and attach a completed page 1 of Form 1024 to this application.

Part III Technical Requirements (Continued)

7 Is the organization a private foundation?

- Yes (Answer question 8.)
 No (Answer question 9 and proceed as instructed.)

8 If you answer "Yes" to question 7, does the organization claim to be a private operating foundation?

- Yes (Complete Schedule E.)
 No

After answering question 8 on this line, go to line 14 on page 7.

9 If you answer "No" to question 7, indicate the public charity classification the organization is requesting by checking the box below that most appropriately applies:

THE ORGANIZATION IS NOT A PRIVATE FOUNDATION BECAUSE IT QUALIFIES:

- | | | |
|---|--|--|
| a | <input type="checkbox"/> As a church or a convention or association of churches (CHURCHES MUST COMPLETE SCHEDULE A.) | Sections 509(a)(1) and 170(b)(1)(A)(i) |
| b | <input type="checkbox"/> As a school (MUST COMPLETE SCHEDULE B.) | Sections 509(a)(1) and 170(b)(1)(A)(ii) |
| c | <input type="checkbox"/> As a hospital or a cooperative hospital service organization, or a medical research organization operated in conjunction with a hospital (These organizations, except for hospital service organizations, MUST COMPLETE SCHEDULE C.) | Sections 509(a)(1) and 170(b)(1)(A)(iii) |
| d | <input type="checkbox"/> As a governmental unit described in section 170(c)(1). | Sections 509(a)(1) and 170(b)(1)(A)(v) |
| e | <input type="checkbox"/> As being operated solely for the benefit of, or in connection with, one or more of the organizations described in a through d, g, h, or i (MUST COMPLETE SCHEDULE D.) | Section 509(a)(3) |
| f | <input type="checkbox"/> As being organized and operated exclusively for testing for public safety. | Section 509(a)(4) |
| g | <input type="checkbox"/> As being operated for the benefit of a college or university that is owned or operated by a governmental unit. | Sections 509(a)(1) and 170(b)(1)(A)(iv) |
| h | <input checked="" type="checkbox"/> As receiving a substantial part of its support in the form of contributions from publicly supported organizations, from a governmental unit, or from the general public. | Sections 509(a)(1) and 170(b)(1)(A)(vi) |
| i | <input type="checkbox"/> As normally receiving not more than one-third of its support from gross investment income and more than one-third of its support from contributions, membership fees, and gross receipts from activities related to its exempt functions (subject to certain exceptions). | Section 509(a)(2) |
| j | <input type="checkbox"/> The organization is a publicly supported organization but is not sure whether it meets the public support test of h or i. The organization would like the IRS to decide the proper classification. | Sections 509(a)(1) and 170(b)(1)(A)(vi) or Section 509(a)(2) |

If you checked one of the boxes a through f in question 9, go to question 14. If you checked box g in question 9, go to questions 11 and 12. If you checked box h, i, or j, in question 9, go to question 10.

Part III Technical Requirements (Continued)

- 10** If you checked box **h**, **i**, or **j** in question 9, has the organization completed a tax year of at least 8 months?
 Yes—Indicate whether you are requesting:
 A definitive ruling. (Answer questions 11 through 14.)
 An advance ruling. (Answer questions 11 and 14 and attach two Forms 872-C completed and signed.)
 No—You must request an advance ruling by completing and signing two Forms 872-C and attaching them to the Form 1023.

11 If the organization received any unusual grants during any of the tax years shown in Part IV-A, **Statement of Revenue and Expenses**, attach a list for each year showing the name of the contributor; the date and the amount of the grant; and a brief description of the nature of the grant.

12 If you are requesting a definitive ruling under section 170(b)(1)(A)(iv) or (vi), check here and:

- a** Enter 2% of line 8, column (e), Total, of Part IV-A _____
- b** Attach a list showing the name and amount contributed by each person (other than a governmental unit or "publicly supported" organization) whose total gifts, grants, contributions, etc., were more than the amount entered on line **12a** above.

13 If you are requesting a definitive ruling under section 509(a)(2), check here and:

- a** For each of the years included on lines 1, 2, and 9 of Part IV-A, attach a list showing the name of and amount received from each "disqualified person." (For a definition of "disqualified person," see **Specific Instructions**, Part II, Line 4d, on page 3.)
- b** For each of the years included on line 9 of Part IV-A, attach a list showing the name of and amount received from each payer (other than a "disqualified person") whose payments to the organization were more than \$5,000. For this purpose, "payer" includes, but is not limited to, any organization described in sections 170(b)(1)(A)(i) through (vi) and any governmental agency or bureau.

14 Indicate if your organization is one of the following. If so, complete the required schedule. (Submit only those schedules that apply to your organization. **Do not submit blank schedules.**)

	Yes	No	If "Yes," complete Schedule:
Is the organization a church?		✓	A
Is the organization, or any part of it, a school?		✓	B
Is the organization, or any part of it, a hospital or medical research organization?		✓	C
Is the organization a section 509(a)(3) supporting organization?		✓	D
Is the organization a private operating foundation?		✓	E
Is the organization, or any part of it, a home for the aged or handicapped?		✓	F
Is the organization, or any part of it, a child care organization?		✓	G
Does the organization provide or administer any scholarship benefits, student aid, etc.?		✓	H
Has the organization taken over, or will it take over, the facilities of a "for profit" institution? . . .		✓	I

Part IV Financial Data

Complete the financial statements for the current year and for each of the 3 years immediately before it. If in existence less than 4 years, complete the statements for each year in existence. If in existence less than 1 year, also provide proposed budgets for the 2 years following the current year.

A. Statement of Revenue and Expenses

		Current tax year	3 prior tax years or proposed budget for 2 years			(e) TOTAL
		(a) From 6/1/01 to 5/31/02	(b) 6/1/02 5/31/03	(c) 6/1/03 5/31/04	(d) -----	
Revenue	1 Gifts, grants, and contributions received (not including unusual grants—see page 6 of the instructions)	111,406	114,000	130,000		
	2 Membership fees received	0	0	0		
	3 Gross investment income (see instructions for definition)	1,500	2,000	2,500		
	4 Net income from organization's unrelated business activities not included on line 3	0	0	0		
	5 Tax revenues levied for and either paid to or spent on behalf of the organization	0	0	0		
	6 Value of services or facilities furnished by a governmental unit to the organization without charge (not including the value of services or facilities generally furnished the public without charge)	0	0	0		
	7 Other income (not including gain or loss from sale of capital assets) (attach schedule)	0	0	0		
	8 Total (add lines 1 through 7)	112,906	116,000	132,500		
	9 Gross receipts from admissions, sales of merchandise or services, or furnishing of facilities in any activity that is not an unrelated business within the meaning of section 513. Include related cost of sales on line 22	0	0	0		
	10 Total (add lines 8 and 9)	112,906	116,000	132,500		
	11 Gain or loss from sale of capital assets (attach schedule)	0	0	0		
	12 Unusual grants	0	0	0		
	13 Total revenue (add lines 10 through 12)	112,906	116,000	132,500		
Expenses	14 Fundraising expenses	1,000	2,000	3,000		
	15 Contributions, gifts, grants, and similar amounts paid (attach schedule)	0	0	0		
	16 Disbursements to or for benefit of members (attach schedule)	0	0	0		
	17 Compensation of officers, directors, and trustees (attach schedule)	0	0	0		
	18 Other salaries and wages	73,114	78,500	89,500		
	19 Interest	0	0	0		
	20 Occupancy (rent, utilities, etc.)	25,000	25,500	29,000		
	21 Depreciation and depletion	0	0	0		
	22 Other (attach schedule)	13,792	12,000	14,000		
	23 Total expenses (add lines 14 through 22)	112,014	116,000	132,500		
	24 Excess of revenue over expenses (line 13 minus line 23)	892	0	0		

Part IV Financial Data (Continued)

B. Balance Sheet (at the end of the period shown)		Current tax year Date
Assets		
1	Cash	11,499
2	Accounts receivable, net	2,220
3	Inventories	0
4	Bonds and notes receivable (attach schedule)	0
5	Corporate stocks (attach schedule)	0
6	Mortgage loans (attach schedule)	0
7	Other investments (attach schedule)	0
8	Depreciable and depletable assets (attach schedule)	0
9	Land	0
10	Other assets (attach schedule)	0
11	Total assets (add lines 1 through 10)	13,719
Liabilities		
12	Accounts payable	1,863
13	Contributions, gifts, grants, etc., payable	0
14	Mortgages and notes payable (attach schedule)	0
15	Other liabilities (attach schedule)	0
16	Total liabilities (add lines 12 through 15)	1,863
Fund Balances or Net Assets		
17	Total fund balances or net assets	11,856
18	Total liabilities and fund balances or net assets (add line 16 and line 17)	13,719

If there has been any substantial change in any aspect of the organization's financial activities since the end of the period shown above, check the box and attach a detailed explanation

Form 1023 (attachment to Page 3)

Applicant: Urban Arts Academy

EIN: 41 | 2016187

Part II Activities and Operational Information

4 Give the following information about the organizations governing body	
a Names, Addresses , and titles of offices, directors, trustees, etc.	b Annual compensation
Judith Hence, Chair of Board of Directors 3412 Hopkins Crossroad Minnetonka, MN 55305	None
Rebecca von Fischer, President and Board member Calvary Lutheran Church, Pastor 3901 Chicago Avenue South Minneapolis, MN 55407	None
Thomas von Fischer, Board member 4155 Blaisdell Avenue South Minneapolis, MN 55409	None
Coats, Curtis, Treasurer and Board member 4350 Vernon Avenue South St. Louis Park, MN 55436	None
Kenmotsu, Kaori, Board member Young Dance, Artistic Director 1476 St. Albans Street St. Paul, MN 55117	None
McElwee, Joan, Board member 1085 Montreal #1808 St. Paul, MN 55116	None
Paulsrud, Deborah, Secretary and Board member 2334 Como Avenue St. Paul, MN 55108	None
Dee Henry Williams, Program Director 3901 Chicago Ave. South Minneapolis, MN 55407	\$27,300

Urban Arts Academy
 BUDGET
 For the Year Ending
 May 31, 2002

Account	Account Description	2001-2002 Budget
Revenues		
4210	Calvary Members Contributions	3,000.00
4212	Friends Contributions	1,000.00
4213	Mission Partners Contributions	2,000.00
4221	Crossroads Foundation	46,000.00
4223	Metro Regional Arts Council	3,000.00
4225	Other Private Foundations	25,000.00
4231	Mpls Public Schools.: ALC	14,976.00
4234	Mpls Public Schools: G & T	0.00
4235	Folwell Middle School	6,930.00
4243	Tuition	0.00
4245	Other	0.00
4249	Interest	1,500.00
4310	In Kind Transportation	0.00
4312	In Kind Calvary Bldg Use	9,500.00
	Total Revenue	112,906.00
Expenses		
5211	Program Supplies	1,000.00
5212	Program Equipment	1,500.00
5213	Curriculum	500.00
5214	Program Food	1,800.00
5215	Transportation	0.00
5216	Events	1,750.00
5221	Program Marketing/Advertising	2,000.00
5222	Program Postage	150.00
5223	Bldg Use/Custodial Service	15,500.00
5224	Bldg Use/In-Kind Offset	9,500.00
5273	Contract Development Consult.	12,000.00
5229	Other Program Non-Personnel	600.00
5242	Contract Artists	19,910.00
5243	Contract Jr Staff Person	576.00
5244	Contract Hoops/Homew. Staff	3,840.00
5245	Training	1,000.00
5246	Contract Bus Driver	0.00
5249	Other Program Personnel	400.00
5251	Office Supplies	400.00
5252	Board Meeting Food	1,000.00
5253	Photocopy	250.00
5254	External Printing	500.00
5255	Advertising	300.00
5256	General Postage	500.00
5257	Bank Charges	0.00
5259	Other Administrative	100.00
5271	Salaries, Director	27,300.00
5272	FICA, Admin. Personnel	2,088.00
5274	Contract Calvary Staffing	7,000.00
5275	Payroll Service-ADP	250.00
5276	Accounting Service	200.00
5279	Other Admin Personnel Costs	100.00
	Total Expenses	112,014.00
	Net Income	892.00