

Form **990-EZ**

Department of the Treasury
Internal Revenue Service

Short Form 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)

▶ Sponsoring organizations, and controlling organizations as defined in section 512(b)(13) must file Form 990. All other organizations with gross receipts less than \$100,000 and total assets less than \$250,000 at the end of the year may use this form.

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

OMB No. 1545-1150

2006

Open to Public Inspection

A For the 2006 calendar year, or tax year beginning _____, **2006, and ending** _____, **20**

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 Instructions.

C Name of organization	
Number and street (or P.O. box, if mail is not delivered to street address)	Room/suite
City or town, state or country, and ZIP + 4	

D Employer identification number

E Telephone number
() _____
F Group Exemption Number
_____ ▶

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

G Accounting method: Cash Accrual
Other (specify) ▶ _____

I Website: ▶ _____

H Check if the organization is **not** required to attach Schedule B (Form 990, 990-EZ, or 990-PF).

J Organization type (check only one)— 501(c) () ◀ (insert no.) 4947(a)(1) or 527

K Check if the organization is not a section 509(a)(3) supporting organization and its gross receipts are normally **not** more than \$25,000. A return is not required, but if the organization chooses to file a return, be sure to file a complete return.

L Add lines 5b, 6b, and 7b, to line 9 to determine gross receipts; if \$100,000 or more, file Form 990 instead of Form 990-EZ. ▶ \$ _____

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See page 47 of the instructions.)

Revenue	1	Contributions, gifts, grants, and similar amounts received	
	2	Program service revenue including government fees and contracts	
	3	Membership dues and assessments	
	4	Investment income	
	5a	Gross amount from sale of assets other than inventory	
	5b	Less: cost or other basis and sales expenses	
	5c	Gain or (loss) from sale of assets other than inventory (line 5a less line 5b) (attach schedule).	
	6	Special events and activities (attach schedule). If any amount is from gaming , check here <input type="checkbox"/>	
	a	Gross revenue (not including \$ _____ of contributions reported on line 1)	
6a			
6b	Less: direct expenses other than fundraising expenses		
6c	Net income or (loss) from special events and activities (line 6a less line 6b)		
7a	Gross sales of inventory, less returns and allowances		
7b	Less: cost of goods sold		
7c	Gross profit or (loss) from sales of inventory (line 7a less line 7b)		
8	Other revenue (describe ▶ _____)		
9	Total revenue (add lines 1, 2, 3, 4, 5c, 6c, 7c, and 8). ▶		
Expenses	10	Grants and similar amounts paid (attach schedule)	
	11	Benefits paid to or for members	
	12	Salaries, other compensation, and employee benefits	
	13	Professional fees and other payments to independent contractors	
	14	Occupancy, rent, utilities, and maintenance	
	15	Printing, publications, postage, and shipping	
	16	Other expenses (describe ▶ _____)	
	17	Total expenses (add lines 10 through 16) ▶	
Net Assets	18	Excess or (deficit) for the year (line 9 less line 17)	
	19	Net assets or fund balances at beginning of year (from line 27, column (A)) (must agree with end-of-year figure reported on prior year's return)	
	20	Other changes in net assets or fund balances (attach explanation)	
	21	Net assets or fund balances at end of year (combine lines 18 through 20) ▶	

Part II Balance Sheets—If Total assets on line 25, column (B) are \$250,000 or more, file Form 990 instead of Form 990-EZ.

(See page 51 of the instructions.)

		(A) Beginning of year	(B) End of year
22	Cash, savings, and investments		22
23	Land and buildings		23
24	Other assets (describe ▶ _____)		24
25	Total assets		25
26	Total liabilities (describe ▶ _____)		26
27	Net assets or fund balances (line 27 of column (B) must agree with line 21)		27

Part III Statement of Program Service Accomplishments (See page 51 of the instructions.)	Expenses (Required for 501(c)(3) and (4) organizations and 4947(a)(1) trusts; optional for others.)
What is the organization's primary exempt purpose? _____ Describe what was achieved in carrying out the organization's exempt purposes. In a clear and concise manner, describe the services provided, the number of persons benefited, or other relevant information for each program title.	
28 _____ _____ _____ (Grants \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/> 28a	
29 _____ _____ _____ (Grants \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/> 29a	
30 _____ _____ _____ (Grants \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/> 30a	
31 Other program services (attach schedule) _____ (Grants \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/> 31a	
32 Total program service expenses (add lines 28a through 31a) _____ 32	

Part IV List of Officers, Directors, Trustees, and Key Employees (List each one even if not compensated. See page 52 of the instructions.)				
(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (If not paid, enter -0-)	(D) Contributions to employee benefit plans & deferred compensation	(E) Expense account and other allowances

Part V Other Information (Note the statement requirement in General Instruction V.)		Yes	No
33 Did the organization engage in any activity not previously reported to the IRS? If "Yes," attach a detailed description of each activity	33		
34 Were any changes made to the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes	34		
35 If the organization had income from business activities, such as those reported on lines 2, 6, and 7 (among others), but not reported on Form 990-T, attach a statement explaining your reason for not reporting the income on Form 990-T.			
a Did the organization have unrelated business gross income of \$1,000 or more or 6033(e) notice, reporting, and proxy tax requirements?	35a		
b If "Yes," has it filed a tax return on Form 990-T for this year?	35b		
36 Was there a liquidation, dissolution, termination, or substantial contraction during the year? (If "Yes," attach a statement.)	36		
37a Enter amount of political expenditures, direct or indirect, as described in the instructions. 37a			
b Did the organization file Form 1120-POL for this year?	37b		
38a Did the organization borrow from, or make any loans to, any officer, director, trustee, or key employee or were any such loans made in a prior year and still unpaid at the start of the period covered by this return?	38a		
b If "Yes," attach the schedule specified in the line 38 instructions and enter the amount involved	38b		
39 501(c)(7) organizations. Enter:			
a Initiation fees and capital contributions included on line 9	39a		
b Gross receipts, included on line 9, for public use of club facilities	39b		

Part V Other Information (Note the statement requirement in General Instruction V.) (Continued)

40a 501(c)(3) organizations. Enter amount of tax imposed on the organization during the year under:
 section 4911 ▶ _____ ; section 4912 ▶ _____ ; section 4955 ▶ _____

b 501(c)(3) and (4) organizations. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach an explanation . . .

	Yes	No
40b		
40c		
40d		
40e		

c Enter amount of tax imposed on organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 . . . ▶ _____

d Enter amount of tax on line 40c reimbursed by the organization . . . ▶ _____

e All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction? . . . ▶ _____

41 List the states with which a copy of this return is filed. ▶ _____

42a The books are in care of ▶ _____ Telephone no. ▶ (_____) _____
 Located at ▶ _____ ZIP + 4 ▶ _____

b At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? . . .

	Yes	No
42b		
42c		

If "Yes," enter the name of the foreign country: ▶ _____

See the instructions for exceptions and filing requirements for **Form TD F 90-22.1**.

c At any time during the calendar year, did the organization maintain an office outside of the U.S.? . . .

If "Yes," enter the name of the foreign country: ▶ _____

43 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-EZ in lieu of **Form 1041**—Check here . . . ▶
 and enter the amount of tax-exempt interest received or accrued during the tax year . . . ▶ **43** |

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

Please Sign Here

▶ _____ Date _____
 Signature of officer

▶ _____
 Type or print name and title.

Paid Preparer's Use Only

Preparer's signature ▶ _____ Date _____ Check if self-employed ▶ Preparer's SSN or PTIN (See Gen. Inst. X) _____

Firm's name (or yours if self-employed), address, and ZIP + 4 ▶ _____ EIN ▶ _____ Phone no. ▶ (_____) _____

Part I, line 1: Contributions, gifts, grants, etc.

No contributor gave \$5,000 or more during the year.

Part I, Line 6: Three largest special events and activities

The Association held a total of eight fund-raising events during the year other than revenue producing activities on the day of the Festival itself. The principal income from the Festival is the rental of street spaces to vendors. The three largest in net income of the fund-raising events were:

1. Holiday Craft Fair. A December craft fair held in the Somersworth High School at which vendors sell various craft items. The Association's income was from rent of spaces to vendors and the sale of food.
2. Autumn Craft Fair. An October craft fair held in the Somersworth High School at which vendors sell various craft items. The Association's income was from rent of spaces to vendors and the sale of food.
3. Auction. An auction of donated goods and services conducted as a joint fund-raiser with the Greater Somersworth Chamber of Commerce.

No reportable contribution income was received in the gross income of the fund raising events.

Event	Gross Revenue	Direct Expense	Net Income
Holiday Craft Fair	9,878	937	8,942
Autumn Craft Fair	9,514	1,111	8,402
Auction	5,548	196	5,351
All other events (6)	<u>12,815</u>	<u>3,231</u>	<u>9,585</u>
Total	37,755	5,475	32,280

Part I, line 10: Grants and similar amounts paid.

The objectives of the Association include partial funding of the Artist in Schools and the Arts and Crafts programs in the Somersworth public school system, promoting arts activities, and awarding a scholarship to a student pursuing higher education in the arts. All grant expenditures this year were for in-school programs except for a \$2,000 scholarship.

Part I, line 16: Other expenses

The "Other" expenses are those for the production of the annual International Children's Festival and the Kid's Concert series exclusive of salary of staff associated with Festival Day activities, maintenance and depreciation of the stage facility in line 14, and publicity in line 15. Included in these expenses were \$10,475 for fees paid to entertainers for performances and \$1,925 for municipally required police officer security. It includes membership in civic organizations and other minor unclassified expenses. It also includes such expenses as repairs and improvements to portable stages, temporary toilet facility rental, etc.

Part II, line 20: Other Changes in Fund Balances

The Association awards annually, when funds permit, a scholarship to a graduating senior of Somersworth High School who intending to pursue study of the arts or incorporate such study into his/her curriculum. The scholarship obligated when awarded but paid in annual installments upon receipt of evidence that the recipient maintaining a 2.5 grade point average (on a 4.0 scale). During recent years, three recipients have failed to provide the required documentation and the Board of Directors has voted to void their awards and assign \$4,500 of undistributed scholarships payable to Fund Balance reserving the amount for future scholarships.

Part II, line 26: Liabilities

As of September 30, 2001, liabilities were comprised of:

Deferred revenue (prepaid craft fair space rentals*)	\$ 10,042
Miscellaneous accounts payable	447
Scholarships payable (over four year period - see below)	<u>2,000</u>
Total liabilities	\$ 12,949

*Two significant fund raising events, craft fairs, occur just after the end of the fiscal year. Revenue for space rentals at these events received are considered deferred revenue and recognized as revenues during the fiscal year in which they occur.

Part III: Statement of program service accomplishments.

The purpose of the Somersworth Festival Association is to foster civic pride in the community, in the activities and achievements of its children and in the diversity of its ethnic background and to foster the arts especially as they relate to children and families.

	Expenses
line 28. The annual Somersworth International Children's Festival is a two day event ending on the third Saturday in June beginning the night before the Festival with a free concert and fireworks show which attracted some 6,000 persons this year. An estimated 40,000 people attended the Festival which was its 27 th annual production. Performing artists, events and ethnic food vendors highlight the cultural diversity of the community and its pride in the activities of its children.	\$ 43,812
(Grants - none)	
line 29. The Association produced six outdoor musical programs on Wednesday evenings during July and August targeted at families with small children. Attendance averaged 400 persons per performance.	4,868
(Grants - none)	
line 30. Grants to local schools were made and a scholarship was awarded.	6,928
(Grants - \$6,000)	
Line 32. Total program service expenses	\$ 55,608

Part IV: List of officers, directors, trustees and key employees

(A)	(B)	(C)	(D)	(E)
<u>Name & Address</u>	<u>Title & avg. hrs. per week devoted to position</u>	<u>Compensation</u>	<u>Cont. to employee benefit plans & deferred compensation</u>	<u>Expense account & other allowances</u>
Suzanne C. Gregoire 15 Shawnee Ln Somersworth, NH	Executive Director 26 hrs./wk.	\$ 23,981	-0-	-0-
Jason Morrison P.O. Box 801 Somersworth, NH	President 8 hrs./wk.	-0-	-0-	-0-
Paul Houde 151 Indigo Hill Rd Somersworth, NH	Vice-president 4 hrs./wk.	-0-	-0-	-0-
Philip Munck 4 Woodchuck Lane Somersworth, NH	Treasurer 8 hrs./wk.	-0-	-0-	-0-
Kathy Butler 19 Mcneil Dr Rochester, NH 03867	Secretary 4 hrs./wk.	-0-	-0-	-0-
Thomas Brown 2 Francoeur Dr Somersworth, NH	Director 6 hrs./wk.	-0-	-0-	-0-
Diane Brown 2 Francoeur Dr Somersworth, NH	Director 4 hrs./wk.	-0-	-0-	-0-
Denise Gauthier 20 Francoeur Dr Somersworth, NH	Director 4 hrs./wk.	-0-	-0-	-0-
Brian Gauthier 20 Francoeur Dr Somersworth, NH	Director 4 hrs./wk.	-0-	-0-	-0-
Cheryl Dean 7 Stratham Ln Stratham, NH	Director 4 hrs./wk.	-0-	-0-	-0-
Milton Dean 7 Stratham Ln Stratham, NH	Director 4 hrs./wk.	-0-	-0-	-0-
Paul Dubois 5 Turgeon Ln Somersworth, NH	Director 4 hrs./wk.	-0-	-0-	-0-
Martin Dumont 6 Pinecrest Dr Somersworth, NH	Director 4 hrs./wk.	-0-	-0-	-0-

SOMERSWORTH FESTIVAL ASSOCIATION
 EIN: 02-0368054
 Form 990-EZ (2006) Schedule Attachment

(A)	(B)	(C)	(D)	(E)
<u>Name & Address</u>	<u>Title & avg. hrs. per week devoted to position</u>	<u>Compensation</u>	<u>Cont. to employee benefit plans & deferred compensation</u>	<u>Expense account & other allowances</u>
Richard Hamilton 14 Chelsey Av Somersworth, NH	Director 4 hrs./wk.	-0-	-0-	-0-
Rene Desrosiers 130 Rocky Hill Rd. Somersworth, NH	Director 4 hrs./wk.	-0-	-0-	-0-
Susan Desrosiers 130 Rocky Hill Rd. Somersworth, NH	Director 4 hrs./wk.	-0-	-0-	-0-
Eric Mommsen 38 Pleasant St Somersworth, NH	Director 4 hrs./wk.	-0-	-0-	-0-
Martin Perreault 14 Kim Ln Rochester, NH	Director 4 hrs./wk.	-0-	-0-	-0-
David Roberge 10 Pleasant St Somersworth, NH	Director 6 hrs./wk.	-0-	-0-	-0-
Patricia Soucy 5 Quarry Rd Somersworth, NH	Director 4 hrs./wk.	-0-	-0-	-0-
Arnold Tarr 6 Francoeur Dr Somersworth, NH	Director 4 hrs./wk.	-0-	-0-	-0-
Heather Wass 114 Tideview Rd Dover, NH	Director 4 hrs./wk.	-0-	-0-	-0-

The management and directorship of the Somersworth Festival Association is based on a large (not to exceed 25 members) Board of Directors all of who are required to attend monthly board meetings, participate in working groups and committees and who receive no compensation for their efforts. The paid staff consists of one person (the Executive Director) working year around but less than full time except for the months preceding the Festival.