

1806

Form 990-T

EXTENDED TO MAY 15, 2019
Exempt Organization Business Income Tax Return
(and proxy tax under section 6033(e))

OMB No 1545-0687

For calendar year 2017 or other tax year beginning JUL 1, 2017, and ending JUN 30, 2018

2017

Department of the Treasury
Internal Revenue Service

Go to www.irs.gov/Form990T for instructions and the latest information

Do not enter SSN numbers on this form as it may be made public if your organization is a 501(c)(3)

Open to Public Inspection for 501(c)(3) Organizations Only

A Check box if address changed

Name of organization (Check box if name changed and see instructions)
CALIFORNIA CENTER FOR THE ARTS, ESCONDID
ESCONDIDO, FOUNDATION

D Employer identification number (Employees trust, see instructions)

33-0646517

B Exempt under section
 501(c)(3) 408(e) 220(e)
 408A 530(a)
 529(a)

Print or Type

Number, street, and room or suite no. If a P.O. box, see instructions
340 N. ESCONDIDO BLVD.

E Unrelated business activity codes (See instructions)

City or town, state or province, country, and ZIP or foreign postal code
ESCONDIDO, CA 92025

711190

C Book value of all assets at end of year
1,536,039.

F Group exemption number (See instructions.)

G Check organization type 501(c) corporation 501(c) trust 401(a) trust Other trust

H Describe the organization's primary unrelated business activity. CONFERENCE CENTER RENTALS AND SERVICES

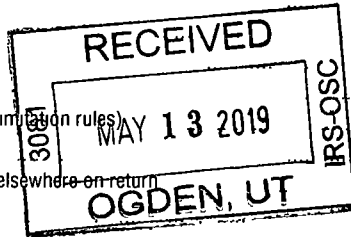
I During the tax year, was the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? Yes No
If "Yes," enter the name and identifying number of the parent corporation

J The books are in care of GARY POOR Telephone number 760-839-4184

Part I Unrelated Trade or Business Income		(A) Income	(B) Expenses	(C) Net
1a	Gross receipts or sales	1,127,784.		
b	Less returns and allowances			
c	Balance	1,127,784.		
2	Cost of goods sold (Schedule A, line 7)	881,950.		
3	Gross profit Subtract line 2 from line 1c	245,834.		245,834.
4a	Capital gain net income (attach Schedule D)			
4b	Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)			
4c	Capital loss deduction for trusts			
5	Income (loss) from partnerships and S corporations (attach statement)			
6	Rent income (Schedule C)	732,062.	652,667.	79,395.
7	Unrelated debt-financed income (Schedule E)			
8	Interest, annuities, royalties, and rents from controlled organizations (Sch. F)			
9	Investment income of a section 501(c)(7), (9), or (17) organization (Schedule G)			
10	Exploited exempt activity income (Schedule I)			
11	Advertising income (Schedule J)			
12	Other income (See instructions; attach schedule)			
13	Total. Combine lines 3 through 12	977,896.	652,667.	325,229.

Part II Deductions Not Taken Elsewhere (See instructions for limitations on deductions)
(Except for contributions, deductions must be directly connected with the unrelated business income)

14	Compensation of officers, directors, and trustees (Schedule K)			
15	Salaries and wages			
16	Repairs and maintenance			
17	Bad debts			4,436.
18	Interest (attach schedule)			
19	Taxes and licenses			
20	Charitable contributions (See instructions for limitation rules)			
21	Depreciation (attach Form 4562)		2,432.	
22	Less depreciation claimed on Schedule A and elsewhere on return			2,432.
23	Depletion			
24	Contributions to deferred compensation plans			
25	Employee benefit programs			
26	Excess exempt expenses (Schedule I)			
27	Excess readership costs (Schedule J)			
28	Other deductions (attach schedule)	SEE STATEMENT 2		1,502,356.
29	Total deductions. Add lines 14 through 28			1,509,224.
30	Unrelated business taxable income before net operating loss deduction Subtract line 29 from line 13			-1,183,995.
31	Net operating loss deduction (limited to the amount on line 30)	SEE STATEMENT 3		
32	Unrelated business taxable income before specific deduction. Subtract line 31 from line 30			-1,183,995.
33	Specific deduction (Generally \$1,000, but see line 33 instructions for exceptions)			1,000.
34	Unrelated business taxable income. Subtract line 33 from line 32. If line 33 is greater than line 32, enter the smaller of zero or line 32			-1,183,995.



SCANNED JUN 25 2019

98 39

**CALIFORNIA CENTER FOR THE ARTS, ESCONDIDO
ESCONDIDO, FOUNDATION**

Form 990-T (2017)

33-0646517

Page 2

Part III Tax Computation		
35 Organizations Taxable as Corporations. See instructions for tax computation Controlled group members (sections 1561 and 1563) check here <input type="checkbox"/> See instructions and		
a Enter your share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order): (1) \$ _____ (2) \$ _____ (3) \$ _____		
b Enter organization's share of: (1) Additional 5% tax (not more than \$11,750) \$ _____ (2) Additional 3% tax (not more than \$100,000) \$ _____		
c Income tax on the amount on line 34	35c	0.
36 Trusts Taxable at Trust Rates See instructions for tax computation. Income tax on the amount on line 34 from: <input type="checkbox"/> Tax rate schedule or <input type="checkbox"/> Schedule D (Form 1041)	36	
37 Proxy tax See instructions	37	
38 Alternative minimum tax	38	
39 Tax on Non-Compliant Facility Income See instructions	39	
40 Total Add lines 37, 38 and 39 to line 35c or 36, whichever applies	40	0.

Part IV Tax and Payments		
41a Foreign tax credit (corporations attach Form 1118; trusts attach Form 1116)	41a	
b Other credits (see instructions)	41b	
c General business credit Attach Form 3800	41c	
d Credit for prior year minimum tax (attach Form 8801 or 8827)	41d	
e Total credits Add lines 41a through 41d	41e	
42 Subtract line 41e from line 40	42	0.
43 Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697 <input type="checkbox"/> Form 8866 <input type="checkbox"/> Other (attach schedule)	43	
44 Total tax. Add lines 42 and 43	44	0.
45a Payments: A 2016 overpayment credited to 2017	45a	
b 2017 estimated tax payments	45b	
c Tax deposited with Form 8868	45c	
d Foreign organizations. Tax paid or withheld at source (see instructions)	45d	
e Backup withholding (see instructions)	45e	
f Credit for small employer health insurance premiums (Attach Form 8941)	45f	
g Other credits and payments. <input type="checkbox"/> Form 2439 <input type="checkbox"/> Form 4136 <input type="checkbox"/> Other _____ Total	45g	
46 Total payments Add lines 45a through 45g	46	
47 Estimated tax penalty (see instructions) Check if Form 2220 is attached <input type="checkbox"/>	47	
48 Tax due If line 46 is less than the total of lines 44 and 47, enter amount owed	48	0.
49 Overpayment If line 46 is larger than the total of lines 44 and 47, enter amount overpaid	49	0.
50 Enter the amount of line 49 you want: Credited to 2018 estimated tax _____ Refunded _____	50	

Part V Statements Regarding Certain Activities and Other Information (see instructions)			Yes	No
51 At any time during the 2017 calendar year, did the organization have an interest in or a signature or other authority over a financial account (bank, securities, or other) in a foreign country? If YES, the organization may have to file FinCEN Form 114, Report of Foreign Bank and Financial Accounts. If YES, enter the name of the foreign country here _____			<input type="checkbox"/>	<input checked="" type="checkbox"/>
52 During the tax year, did the organization receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If YES, see instructions for other forms the organization may have to file.			<input type="checkbox"/>	<input checked="" type="checkbox"/>
53 Enter the amount of tax-exempt interest received or accrued during the tax year: \$ _____				

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 taxpayer) is based on all information of which preparer has any knowledge.			
		Date	Title	
		4/30/19	EXECUTIVE DIRECTOR	May the IRS discuss this return with the preparer shown below (see instructions)? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input checked="" type="checkbox"/> if self-employed PTIN
	SUSAN F. MATZ, CPA	SUSAN F. MATZ, CPA	03/06/19	P00637563
	Firm's name LSL CPAS	Firm's address 203 N BREA BLVD. SUITE #203 BREA, CA 92821		Firm's EIN 95-2700123 Phone no 714-672-0022

Form 990-T (2017)

CALIFORNIA CENTER FOR THE ARTS, ESCONDIDO

Form 990-T (2017) **ESCONDIDO, FOUNDATION**

33-0646517

Page 3

Schedule A - Cost of Goods Sold. Enter method of inventory valuation **▶ COST**

1	Inventory at beginning of year	1	19,953.	6	Inventory at end of year	6	27,653.
2	Purchases	2	317,968.	7	Cost of goods sold Subtract line 6 from line 5. Enter here and in Part I, line 2		
3	Cost of labor	3	571,682.				
4a	Additional section 263A costs (attach schedule)	4a		7		881,950.	
4b	Other costs (attach schedule)	4b			8	Do the rules of section 263A (with respect to property produced or acquired for resale) apply to the organization?	Yes No <input type="checkbox"/> <input checked="" type="checkbox"/>
5	Total. Add lines 1 through 4b	5	909,603.				

Schedule C - Rent Income (From Real Property and Personal Property Leased With Real Property)

(see instructions)

1 Description of property

(1) **RENTALS - CONFERENCE CENTER**

(2)			
(3)			
(4)			
2 Rent received or accrued		3(a) Deductions directly connected with the income in columns 2(a) and 2(b) (attach schedule)	
(a) From personal property (if the percentage of rent for personal property is more than 10% but not more than 50%)	(b) From real and personal property (if the percentage of rent for personal property exceeds 50% or if the rent is based on profit or income)	SEE STATEMENT 4	
(1)	732,062.	652,667.	
(2)			
(3)			
(4)			
Total	0.	Total	732,062.
(c) Total income Add totals of columns 2(a) and 2(b). Enter here and on page 1, Part I, line 6, column (A)		732,062.	(b) Total deductions Enter here and on page 1, Part I, line 6, column (B)
			652,667.

Schedule E - Unrelated Debt-Financed Income (see instructions)

1 Description of debt-financed property		2. Gross income from or allocable to debt-financed property	3 Deductions directly connected with or allocable to debt-financed property	
			(a) Straight line depreciation (attach schedule)	(b) Other deductions (attach schedule)
(1)				
(2)				
(3)				
(4)				
4. Amount of average acquisition debt on or allocable to debt-financed property (attach schedule)	5 Average adjusted basis of or allocable to debt-financed property (attach schedule)	6 Column 4 divided by column 5	7. Gross income reportable (column 2 x column 6)	8. Allocable deductions (column 6 x total of columns 3(a) and 3(b))
(1)		%		
(2)		%		
(3)		%		
(4)		%		
			Enter here and on page 1, Part I, line 7, column (A)	Enter here and on page 1, Part I, line 7, column (B)
Totals			0.	0.
Total dividends-received deductions included in column 8				0.

Form 990-T (2017)

CALIFORNIA CENTER FOR THE ARTS, ESCONDIDO

Form 990-T (2017) **ESCONDIDO, FOUNDATION**

33-0646517

Page 4

Schedule F - Interest, Annuities, Royalties, and Rents From Controlled Organizations (see instructions)

1 Name of controlled organization	2 Employer identification number	Exempt Controlled Organizations			
		3 Net unrelated income (loss) (see instructions)	4 Total of specified payments made	5 Part of column 4 that is included in the controlling organization's gross income	6 Deductions directly connected with income in column 5
(1)					
(2)					
(3)					
(4)					

Nonexempt Controlled Organizations

7 Taxable income	8 Net unrelated income (loss) (see instructions)	9 Total of specified payments made	10 Part of column 9 that is included in the controlling organization's gross income	11 Deductions directly connected with income in column 10
(1)				
(2)				
(3)				
(4)				
Totals			Add columns 5 and 10 Enter here and on page 1, Part I, line 8, column (A)	Add columns 6 and 11 Enter here and on page 1, Part I, line 8, column (B)

Totals 0. 0.

Schedule G - Investment Income of a Section 501(c)(7), (9), or (17) Organization (see instructions)

1 Description of income	2 Amount of income	3 Deductions directly connected (attach schedule)	4 Set-asides (attach schedule)	5 Total deductions and set-asides (col 3 plus col 4)
(1)				
(2)				
(3)				
(4)				
Totals		Enter here and on page 1, Part I, line 9, column (A)		Enter here and on page 1, Part I, line 9, column (B)

Totals 0. 0.

Schedule I - Exploited Exempt Activity Income, Other Than Advertising Income (see instructions)

1 Description of exploited activity	2 Gross unrelated business income from trade or business	3 Expenses directly connected with production of unrelated business income	4 Net income (loss) from unrelated trade or business (column 2 minus column 3) If a gain, compute cols 5 through 7	5 Gross income from activity that is not unrelated business income	6 Expenses attributable to column 5	7 Excess exempt expenses (column 6 minus column 5, but not more than column 4)
(1)						
(2)						
(3)						
(4)						
Totals		Enter here and on page 1, Part I, line 10, col (A)	Enter here and on page 1, Part I, line 10, col (B)			Enter here and on page 1, Part II, line 26

Totals 0. 0. 0.

Schedule J - Advertising Income (see instructions)

Part I Income From Periodicals Reported on a Consolidated Basis

1 Name of periodical	2 Gross advertising income	3 Direct advertising costs	4 Advertising gain or (loss) (col 2 minus col 3) If a gain, compute cols 5 through 7	5 Circulation income	6 Readership costs	7 Excess readership costs (column 6 minus column 5, but not more than column 4)
(1)						
(2)						
(3)						
(4)						
Totals (carry to Part II, line (5))		0.	0.			0.

Form 990-T (2017)

CALIFORNIA CENTER FOR THE ARTS, ESCONDIDO

Form 990-T (2017) **ESCONDIDO, FOUNDATION**

33-0646517

Page 5

Part II **Income From Periodicals Reported on a Separate Basis** (For each periodical listed in Part II, fill in columns 2 through 7 on a line-by-line basis)

1. Name of periodical	2. Gross advertising income	3. Direct advertising costs	4. Advertising gain or (loss) (col 2 minus col 3) If a gain, compute cols 5 through 7	5. Circulation income	6. Readership costs	7. Excess readership costs (column 6 minus column 5, but not more than column 4)
(1)						
(2)						
(3)						
(4)						
Totals from Part I	0.	0.				0.
Totals, Part II (lines 1-5)	Enter here and on page 1, Part I, line 11, col (A) 0.	Enter here and on page 1, Part I, line 11, col (B) 0.				Enter here and on page 1, Part II, line 27 0.

Schedule K - Compensation of Officers, Directors, and Trustees (see instructions)

1. Name	2. Title	3. Percent of time devoted to business	4. Compensation attributable to unrelated business
(1)		%	
(2)		%	
(3)		%	
(4)		%	
Total. Enter here and on page 1, Part II, line 14			0.

Form 990-T (2017)

FORM 990-T	OTHER DEDUCTIONS	STATEMENT 2
DESCRIPTION		AMOUNT
OCCUPANCY-CENTER		1,075,450.
UTILITIES-FOOD SALES		169,878.
BANK CHARGES-FOOD SALES		21,968.
SUPPLIES-FOOD SALES		50,383.
CONTRACT SERVICES-FOOD SALES		41,893.
TRAVEL, TRAINING & ARTISTIC-FOOD SALES		193.
TELEPHONE-FOOD SALES		9,548.
TAXES AND LICENSES-FOOD SALES		6,976.
MISC-FOOD SALES		-2,530.
ADVERTISING-FOOD SALES		5,094.
PRODUCTION EXP-FOOD SALES		67.
SMALL EQUIP PURCH-FOOD SALES		535.
PROF FEES ARTIST-FOOD SALES		3,977.
RENTAL & MAINT OF EQUIP - FOOD SALES		108,141.
EMPLOYEE & VOLUNTEER RELATIONS		2,979.
DEVELOPMENT-FOOD SALES		80.
COMPUTER EXPENSE-FOOD SALES		260.
RECRUITMENT-FOOD SALES		967.
TESSITURA-FOOD SALES		6,422.
POSTAGE AND SHIPPING-FOOD SALES		24.
INTEREST EXPENSE- FOOD SALES		16.
GRAPHICS- FOOD SALES		35.
TOTAL TO FORM 990-T, PAGE 1, LINE 28		1,502,356.

FORM 990-T	NET OPERATING LOSS DEDUCTION			STATEMENT 3
TAX YEAR	LOSS SUSTAINED	LOSS PREVIOUSLY APPLIED	LOSS REMAINING	AVAILABLE THIS YEAR
06/30/09	379,094.	0.	379,094.	379,094.
06/30/10	397,901.	0.	397,901.	397,901.
06/30/11	1,575,709.	0.	1,575,709.	1,575,709.
06/30/12	668,592.	0.	668,592.	668,592.
06/30/13	885,656.	0.	885,656.	885,656.
06/30/14	1,200,523.	0.	1,200,523.	1,200,523.
06/30/15	1,429,408.	0.	1,429,408.	1,429,408.
06/30/16	1,216,002.	0.	1,216,002.	1,216,002.
06/30/17	1,208,002.	0.	1,208,002.	1,208,002.
NOL CARRYOVER AVAILABLE THIS YEAR			8,960,887.	8,960,887.

FORM 990-T

DEDUCTIONS CONNECTED WITH RENTAL INCOME

STATEMENT 4

DESCRIPTION	ACTIVITY NUMBER	AMOUNT	TOTAL
SALARIES, PAYROLL TAXES, EMPLOYEE BENEFITS		371,088.	
PROFESSIONAL FEES		2,581.	
ADVERTISING		3,307.	
UTILITIES		110,274.	
BANK CHARGES		14,261.	
SUPPLIES		32,706.	
DEPRECIATION		1,578.	
CONTRACT SERVICES		27,194.	
RENTAL AND MAINTENANCE EQUIPMENT		70,198.	
TELEPHONE		6,198.	
COMPUTER EXPENSE		168.	
PRODUCTION EXPENSE		43.	
SMALL EQUIPMENT		348.	
RECRUITMENT		628.	
EMPLOYEE AND VOLUNTEER RELATIONS		1,934.	
TAXES AND LICENSES		4,528.	
DEVELOPMENT		52.	
TESSITURA		4,169.	
BAD DEBT EXPENSE		2,880.	
MISCELLANEOUS		-1,642.	
INTEREST EXPENSE		11.	
POSTAGE AND SHIPPING		15.	
TRAVEL, TRAINING AND AARTISTIC RESEARCH		126.	
GRAPHICS		22.	
- SUBTOTAL -	2		652,667.
TOTAL TO FORM 990-T, SCHEDULE C, COLUMN 3			652,667.