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Board of Directors
Jerome Foundation
St. Paul, Minnesota

In planning and performing our audit of the financial statements of the Jerome Foundation for the year ended April 30, 2003, we considered its internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on internal control. Our consideration of internal control would not necessarily disclose all matters in internal control that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, we noted no matters involving the internal control and its operation that we consider to be material weaknesses as defined above.

This report is intended solely for the information and use of the Board of Directors and management of the Jerome Foundation and is not intended to be and should not be used by anyone other than these specified parties.

Larson, Allen, Weishair & Co., LLP
LARSON, ALLEN, WEISHAIR & CO., LLP

Minneapolis, Minnesota
June 19, 2003

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Board of Directors and Members
Jerome Foundation, Inc.
St. Paul, Minnesota

We have audited the financial statements of Jerome Foundation, Inc. for the year ended April 30, 2003, and have issued our report thereon dated June 19, 2003. Professional standards require that we provide you with the following information related to our audit.

Our Responsibility under Auditing Standards Generally Accepted in the United States of America

As stated in our engagement letter dated March 21, 2003, our responsibility, as described by professional standards, is to plan and perform our audit to obtain reasonable, but not absolute, assurance that the financial statements are free of material misstatement and are fairly presented in accordance with accounting principles generally accepted in the United States of America. Because an audit is designed to provide reasonable, but not absolute, assurance and because we did not perform a detailed examination of all transactions, there is a risk that material misstatements may exist and not be detected by us.

As part of our audit, we considered the internal control of Jerome Foundation, Inc. Such considerations were solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

Other Information in Documents Containing Audited Financial Statements

Our audit opinion, the audited financial statements, and the notes to financial statements should only be used in their entirety. Inclusion of the audited financial statements in a client prepared document, such as an annual report, should be done only with our prior approval and review of the document. Our responsibility for other information in documents containing the Organization's financial statements and report does not extend beyond the financial information identified in the report. We do not have an obligation to perform any procedures to corroborate other information contained in such documents.

Significant Accounting Policies

Management has the responsibility for selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by Jerome Foundation, Inc. are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2003. We noted no transactions entered into by Jerome Foundation during the year that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were management's estimates of the property and equipment depreciation lives. We evaluated the key factors and assumptions used to develop the property and equipment depreciation lives in determining that it is reasonable in relation to the financial statements taken as a whole.

Audit Adjustments

For purposes of this letter, professional standards define an audit adjustment as a proposed correction of the financial statements that, in our judgment, may not have been detected except through our auditing procedures. An audit adjustment may or may not indicate matters that could have a significant effect on the Foundation's financial reporting process (that is, cause future financial statements to be materially misstated). As agreed upon in planning the audit, we made audit adjustments to the accounts that are impacted by investments, e.g. realized and unrealized gain (loss), investment balances, and securities lending accounts.

In addition, the attached schedule summarizes uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Foundation's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Issues Discussed prior to Retention of Independent Auditors

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Foundation's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

* * * * *

This report is intended solely for the information and use of the Board of Directors, Members and management of Jerome Foundation, Inc. and is not intended to be and should not be used by anyone other than these specified parties.

LARSON, ALLEN, WEISHAIR & CO., LLP

Minneapolis, Minnesota
June 19, 2003

Audit Committee Letter
Addenda: Passed Adjustments
Jerome Foundation
April 30, 2003

	<u>Debit</u>	<u>Credit</u>
Passed Adjustments		
Net Assets	\$ 30,000	
Salaries Expense	8,000	
Accrued Vacation		\$ 38,000

In 2003, it was discovered during review of the personnel policies and discussions with management that unused vacation is paid out to employees upon termination of their employment. The liability was not recorded in 2003 to reflect this. If we had made the above entry, salaries expense (on the statement of activities) would have decreased by \$8,000 and beginning net assets would have decreased by \$30,000 and Accrued Vacation would have increased by \$38,000.

*collection
and write-off procedures.*

JEROME FOUNDATION, INC.
FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITOR'S REPORT
APRIL 30, 2003 AND 2002

**JEROME FOUNDATION, INC.
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APRIL 30, 2003 AND 2002**

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INDEPENDENT AUDITOR'S REPORT

Board of Directors and Members
Jerome Foundation, Inc.
Saint Paul, Minnesota

We have audited the accompanying balance sheets of Jerome Foundation, Inc. as of April 30, 2003 and 2002, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Jerome Foundation, Inc. at April 30, 2003 and 2002, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Larson, Allen, Weishair & Co., LLP

LARSON, ALLEN, WEISHAIR & CO., LLP

Minneapolis, Minnesota
June 19, 2003

JEROME FOUNDATION, INC.
BALANCE SHEETS
APRIL 30, 2003 AND 2002

ASSETS	<u>2003</u>	<u>2002</u>
CURRENT ASSETS		
Cash	\$ 216,757	\$ 233,656
Receivables from Investment Sales	595,477	1,281,754
Program Related Notes Receivable - Current	100,000	-
Accrued Investment Income	156,209	155,488
Federal Excise Tax Refunds	10,947	38,651
Total Current Assets	<u>\$ 1,079,390</u>	<u>\$ 1,709,549</u>
INVESTMENTS		
Cash Equivalents	\$ 351,885	\$ 1,000,949
Collateral - Securities Lending Agreement	29,037,800	29,429,528
Payable - Securities Lending Agreement	(29,037,800)	(29,429,528)
Bonds	4,793,481	5,753,142
Common Stocks	31,364,282	41,173,413
Mutual Funds	4,308,759	5,990,245
Securities on Loan	27,948,355	29,043,762
Timberlands	914,500	750,842
Total Investments	<u>\$ 69,681,262</u>	<u>\$ 83,712,353</u>
OTHER ASSETS		
Program Related Notes Receivable	\$ -	\$ 100,000
Property and Equipment - Net	17,212	36,130
Total Other Assets	<u>\$ 17,212</u>	<u>\$ 136,130</u>
Total Assets	<u><u>\$ 70,777,864</u></u>	<u><u>\$ 85,558,032</u></u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Grant Commitments Payable	\$ 1,835,321	\$ 1,331,142
Investment Purchases Payable	152,091	1,028,100
Other Liabilities	85,520	86,899
Total Current Liabilities	<u>\$ 2,072,932</u>	<u>\$ 2,446,141</u>
OTHER LIABILITIES		
Deferred Excise Tax	<u>81,329</u>	<u>203,929</u>
Total Liabilities	\$ 2,154,261	\$ 2,650,070
NET ASSETS		
Unrestricted	<u>68,623,603</u>	<u>82,907,962</u>
Total Liabilities and Net Assets	<u><u>\$ 70,777,864</u></u>	<u><u>\$ 85,558,032</u></u>

See accompanying Notes to Financial Statements.

JEROME FOUNDATION, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED APRIL 30, 2003 AND 2002

	2003	2002
SUPPORT AND REVENUE		
Interest	\$ 761,308	\$ 999,102
Dividends	532,654	563,567
Contributions Received	20,000	40,000
Securities Lending	30,417	50,752
Commission Recapture	20,290	30,183
Total Support and Revenue	<u>\$ 1,364,669</u>	<u>\$ 1,683,604</u>
EXPENSE		
Grants Awarded	\$ 3,625,135	\$ 3,677,927
Salaries and Benefits	534,703	579,954
Office and Other Expenses	166,610	192,731
Total Expense	<u>\$ 4,326,448</u>	<u>\$ 4,450,612</u>
CHANGE IN NET ASSETS - OPERATING	<u>\$ (2,961,779)</u>	<u>\$ (2,767,008)</u>
OTHER CHANGES IN NET ASSETS		
Net Losses on Investments	\$ (11,094,883)	\$ (10,202,663)
Federal Excise Benefit (Tax)	113,144	77,752
Investment and Agent Fees	(340,841)	(383,493)
Total Other Changes in Net Assets	<u>\$ (11,322,580)</u>	<u>\$ (10,508,404)</u>
CHANGE IN NET ASSETS	<u>\$ (14,284,359)</u>	<u>\$ (13,275,412)</u>
Net Assets - Beginning	<u>82,907,962</u>	<u>96,183,374</u>
NET ASSETS - ENDING	<u><u>\$ 68,623,603</u></u>	<u><u>\$ 82,907,962</u></u>

See accompanying Notes to Financial Statements.

JEROME FOUNDATION, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED APRIL 30, 2003 AND 2002

	<u>2003</u>	<u>2002</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ (14,284,359)	\$ (13,275,412)
Adjustments to Reconcile Change in Net Assets to		
Net Cash Used by Operating Activities:		
Depreciation	18,918	25,630
Net Losses on Investments	11,094,883	10,202,663
Deferred Excise Taxes	(113,144)	(89,100)
Changes in:		
Receivables from Investment Sales	684,835	178,096
Accrued Investment Income	721	84,654
Federal Excise Tax Refunds	18,248	75,532
Notes Receivable	-	3,441
Grant Commitments Payable	504,179	291,749
Investment Purchases Payable	(876,009)	(622,107)
Other Liabilities	(1,379)	(188,118)
Net Cash Used by Operating Activities	<u>\$ (2,953,107)</u>	<u>\$ (3,312,972)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Investments	\$ (61,080,347)	\$ (83,844,572)
Proceeds from Sale of Investments	64,016,556	87,232,094
Net Cash Provided by Investing Activities	<u>\$ 2,936,209</u>	<u>\$ 3,387,522</u>
INCREASE (DECREASE) IN CASH	<u>\$ (16,898)</u>	<u>\$ 74,550</u>
Cash - Beginning of Year	<u>233,656</u>	<u>159,106</u>
CASH - END OF YEAR	<u><u>\$ 216,758</u></u>	<u><u>\$ 233,656</u></u>

See accompanying Notes to Financial Statements.

JEROME FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2003 AND 2002

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

The Jerome Foundation, Inc. ("Foundation") is a private foundation incorporated under the laws of Minnesota. Grants are made to support programs and projects located in the State of Minnesota and New York City in the areas of dance, literature, media arts, multidisciplinary arts, music, theater, visual arts and arts criticism.

Estimates

Management uses estimates and assumptions in preparing financial statements in accordance with U.S. generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, and the reported revenue and expenses. Actual results could vary from the estimates that were used.

Investments

Investments are valued at current quoted market prices or appraised values. Net unrealized appreciation or depreciation for the year is reflected in the statement of activities and changes in net assets.

Purchases and sales of investments are reflected on a trade-date basis. Realized gains or losses on sales are based on the specific identification method.

Interest income is recorded on the accrual basis and dividend income is recorded on the ex-dividend date.

The Foundation holds a sole interest in timberlands, which is valued twice each fiscal year by a forestry consultant.

Grants

Grant commitments are charged to operations at the time the grants are approved by the Board of Directors.

Furniture and Equipment

Expenditures for furniture and equipment that exceed the capitalization threshold are capitalized at cost. Depreciation is provided using the straight-line method over a useful life of three to five years.

Contributions

Contributions are recorded when received or pledged. Restricted contributions that are received or pledges and the restrictions satisfied in the same period are unrestricted.

Concentration of Credit Risk

At times during the year the Organization may have cash in excess of federally insured limits of \$100,000 per financial institution.

JEROME FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2003 AND 2002

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Tax Exempt Status

The Foundation has a tax exempt status under Section 501(c)(3) of the Internal Revenue Code and Minnesota Statute. Due to the Foundation's classification as a private foundation under the Internal Revenue Code (Code), the Code imposes an excise tax of 2% (reduced to 1% if certain requirements are met) on net taxable investment income of the Foundation.

NOTE 2 INVESTMENTS

The fair value of investments is estimated based upon quoted market prices for those or similar investments. The fair values at April 30, 2003 and 2002 were as follows:

	2003		2002	
	Cost	Market	Cost	Market
Based on Market				
Quotation:				
Cash Equivalents	\$ 351,885	\$ 351,885	\$ 1,000,949	\$ 1,000,949
Common Stock	28,771,139	31,364,282	34,423,244	41,173,413
Common Stock on				
Loan	18,142,886	20,275,280	17,402,183	20,788,142
Bonds	4,544,575	4,793,481	5,591,806	5,753,142
Bond on Loan	6,937,841	7,673,075	7,728,581	8,255,620
Mutual Funds	6,789,614	4,308,759	7,292,281	5,990,245
Based on Independent				
Appraisal:				
Timberlands	76,882	914,500	76,882	750,842
	<u>\$ 65,614,822</u>	<u>\$ 69,681,262</u>	<u>\$ 73,515,926</u>	<u>\$ 83,712,353</u>

NOTE 3 SECURITIES LENDING

The Jerome Foundation, Inc. lends its investment securities to registered broker-dealers. The borrower must provide collateral in the form of cash, U.S. Government securities or a bank letter of credit in an amount in excess of the loaned security's value. The Foundation receives either (i) a fee in the case of non-cash collateral or (ii) payment of a portion of earnings in the case of cash-collateral. The amount of collateral held is adjusted daily based on market value changes of the loaned security. The borrower must return identical securities to close the loan at which time the collateral will be returned. Collateral is held by the investment custodian and is immediately available upon default. All earnings from interest and dividends on the loaned security revert to the Foundation, except for commissions to the agent for handling this security lending.

JEROME FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2003 AND 2002

NOTE 3 SECURITIES LENDING (CONTINUED)

The following is a summary of securities loaned balances at:

	April 30,	
	2003	2002
Collateral Held	\$ 29,037,800	\$ 29,429,528
Market Value of Securities on Loan	27,948,355	29,043,762

NOTE 4 FAIR VALUE

The carrying amounts reflected in the balance sheet for cash, sales receivable, purchases payable and accrued investment income approximate the fair value due to the short maturities of those instruments. The fair value for investments, notes receivable and securities lending collateral are based primarily on quoted market prices for those or similar instruments. The fair value of timberlands is determined by an independent forestry appraisal.

During the years ended April 30, 2003 and 2002, the Foundation's investments (including those bought, sold and held during the year) appreciated (depreciated) in value as follows:

	April 30, 2003		
	Realized Net	Unrealized	
	(Losses)	Appreciation	Total
	(Depreciation)		
Marketable Securities	\$ (4,964,896)	\$ (6,293,645)	\$ (11,258,541)
Timberlands	-	163,658	163,658
Total	<u>\$ (4,964,896)</u>	<u>\$ (6,129,987)</u>	<u>\$ (11,094,883)</u>

	April 30, 2002		
	Realized Net	Unrealized	
	(Losses)	Appreciation	Total
	(Depreciation)		
Marketable Securities	\$ (6,143,573)	\$ (4,091,891)	\$ (10,235,464)
Timberlands	-	32,801	32,801
Total	<u>\$ (6,143,573)</u>	<u>\$ (4,059,090)</u>	<u>\$ (10,202,663)</u>

JEROME FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2003 AND 2002

NOTE 5 NOTES RECEIVABLE

Notes receivable is a program-related investments at 3% per year interest with principal maturities as follows:

<u>April 30,</u> 2004	<u>Amount</u>
	<u>\$ 100,000</u>

The note was called prior to year end.

NOTE 6 GRANTS

Grant activity for the fiscal years ended April 30, 2003 and 2002 is summarized as follows:

	<u>April 30,</u>	
	<u>2003</u>	<u>2002</u>
Grant Commitments Payable, Beginning of Year	\$ 1,331,142	\$ 1,039,393
Appropriations	3,626,265	3,677,927
Payments	(3,122,086)	(3,386,178)
Grant Commitments Payable, End of Year	<u>\$ 1,835,321</u>	<u>\$ 1,331,142</u>
 Grant Appropriations	 \$ 3,626,265	 \$ 3,677,927
Grant Payments Returned and Reallocated	(1,130)	-
	<u>\$ 3,625,135</u>	<u>\$ 3,677,927</u>

The Foundation has received the following contributions to support the 2003 and 2002 Travel and Study Grant Programs:

	<u>April 30,</u>	
	<u>2003</u>	<u>2002</u>
Travel and Study Programs:		
HRK Foundation	\$ -	\$ 20,000
General Mills Foundation	20,000	20,000
Total	<u>\$ 20,000</u>	<u>\$ 40,000</u>

JEROME FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2003 AND 2002

NOTE 7 FEDERAL EXCISE TAX

The Federal excise tax provision and liability (refund) consists of the following as of:

	April 30,	
	2003	2002
Provision:		
Current	\$ 9,053	\$ 11,349
Deferred	(122,600)	(89,101)
Total	<u>\$ (113,547)</u>	<u>\$ (77,752)</u>
Liability (Refund):		
Current	\$ (10,947)	\$ (38,651)
Deferred	81,329	203,929
Total	<u>\$ 70,382</u>	<u>\$ 165,278</u>

Federal law requires that minimum distributions of funds be made each year. At April 30, 2003, the Foundation has approximately \$10,000 of excess distributed income.

NOTE 8 PENSION PLAN

The Foundation has a defined contribution pension plan for all employees who are eligible. Contributions have been made at 9% and 15% of employee compensation for the years ended April 30, 2003 and 2002, respectively. Pension expense was \$38,990 and \$62,171 for the years ended April 30, 2003 and 2002, respectively.

NOTE 9 FINANCIAL MANAGEMENT

U.S. Bank Institutional Financial Services, Wells Fargo Bank Minnesota, N.A., Peregrine Capital Management, and Alliance Capital Management Corporation provide the Foundation with custodial and investment management services for a fee.

The corporate articles of the Foundation provide for the Members of the Foundation to elect the Directors of the Foundation who appoint the investment managers.

JEROME FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
APRIL 30, 2003 AND 2002

NOTE 10 LEASE COMMITMENT

The Foundation has a seven-year non-cancelable operating lease that expires September 30, 2003 for office space. The Foundation is required to pay a base rental and operating expense adjustments. Rent expense related to this lease was \$57,279 and \$57,087 for the years ended April 30, 2003 and 2002, respectively. Subsequent to year-end the Organization entered into a five-year extension on this lease. The new lease term will expire September 30, 2008. The minimum annual rental commitments under this agreement are as follows:

<u>Fiscal Year Ending April 30,</u>	<u>Minimum Rentals</u>
2004	\$ 29,901
2005	47,130
2006	47,935
2007	48,739
2008	49,543
2009	20,783
Total	<u>\$ 244,031</u>

NOTE 11 PROPERTY AND EQUIPMENT

The detail of property and equipment is as follows:

	<u>2003</u>	<u>2002</u>
Equipment	\$ 68,825	\$ 68,825
Vehicle	20,971	20,971
Leasehold Improvements	66,524	66,524
	<u>\$ 156,320</u>	<u>\$ 156,320</u>
Less: Accumulated Depreciation	139,108	120,190
	<u>\$ 17,212</u>	<u>\$ 36,130</u>

NOTE 12 OTHER LIABILITIES

Other liabilities consist of the following:

	<u>2003</u>	<u>2002</u>
Accounts Payable	\$ 85,520	\$ 75,368
Fiscal Agency Payable	-	11,531
Total	<u>\$ 85,520</u>	<u>\$ 86,899</u>

INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION

Board of Directors and Members
Jerome Foundation, Inc.
St. Paul, Minnesota

Our report on the audits of the basic financial statements of Jerome Foundation, Inc. for the years ended April 30, 2003 and 2002 appears on page 1. Those audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedules of administrative expenses for the years ended April 30, 2003 and 2002, schedule of investments for the year ended April 30, 2003, and the schedule of grant commitments and payments for the year ended April 30, 2003 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respected in relation to the basic financial statements taken as a whole.

Larson, Allen, Weishair & Co., LLP
LARSON, ALLEN, WEISHAIR & CO., LLP

Minneapolis, Minnesota
June 19, 2003

JEROME FOUNDATION, INC.
SCHEDULES OF ADMINISTRATIVE EXPENSES
FOR THE YEARS ENDED APRIL 30, 2003 AND 2002
(SEE INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION)

	<u>2003</u>	<u>2002</u>
SALARIES AND BENEFITS EXPENSES		
Salaries and Temporary Services	\$ 410,650	\$ 433,157
Health and Dental Insurance	57,272	56,339
Pension Plan Expense	38,990	62,171
Payroll Taxes	27,791	28,287
Total Salaries and Benefits Expenses	<u>\$ 534,703</u>	<u>\$ 579,954</u>
OFFICE AND OTHER EXPENSES		
Rent	\$ 57,279	\$ 57,087
Meetings and Events	23,044	27,959
Education Program	6,777	16,040
Office Operations	14,327	16,695
Travel	12,595	14,825
Telephone	6,548	8,661
Audit Services	14,055	14,055
Insurance	6,841	6,438
Postage	2,897	2,205
Publications	719	731
Legal Services	475	2,405
Bank Fees	2,135	-
Depreciation	18,918	25,630
Total Office and Other Expenses	<u>\$ 166,610</u>	<u>\$ 192,731</u>
Total Administrative Expenses	<u><u>\$ 701,313</u></u>	<u><u>\$ 772,685</u></u>

JEROME FOUNDATION, INC.
SCHEDULE OF INVESTMENTS
FOR THE YEAR ENDED APRIL 30, 2003
(SEE INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION)

Par Value	Description	Cost	Market Value
<u>U.S. Government and Federal Agency:</u>			
1,500,000	FHLMC DEB 4.50%, due 7/23/07	\$ 1,546,260	\$ 1,552,500
790,435	GNMA GTD Pass Thru CTF #486843 dtd 1/01/1999, 6%, due 1/15/2029	746,961	828,723
338,834	GNMA GTD Pass Thru CTF #487198 dtd 5/01/1999, 6%, due 5/15/2029	314,904	355,248
507,941	GNMA GTD Pass Thru CTF #506397 dtd 4/01/1999, 6%, due 4/15/2029	474,290	532,546
10,774,150	GNMA GTD Pass Thru CTF #781014 dtd 4/01/1999, 6%, due 4/15/2029	1,007,938	1,129,779
868,913	GNMA GTD Pass Thru CTF #781046 dtd 6/01/1999, 6%, due 6/15/2029	807,275	911,325
1,244,845	GNMA GTD Pass Thru CTF #781257 dtd 3/01/2001, 6%, due 3/15/2031	1,224,616	1,305,195
1,725,000	United States Treasury Note 4.25%, due 11/15/03	1,754,468	1,753,925
800,000	United States Treasury Bonds dtd 5/15/1986, 7.25%, due 5/15/2016	816,273	1,031,752
	Total U.S. Government and Federal Agency	<u>\$ 8,692,985</u>	<u>\$ 9,400,993</u>

JEROME FOUNDATION, INC.
SCHEDULE OF INVESTMENTS (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003
(SEE INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION)

Par Value	Description	Cost	Market Value
	<u>Corporate and Other:</u>		
375,000	CIT Group Holdings dtd 4/01/2002, 7.375%, 4/02/2007	\$ 376,302	\$ 420,019
510,000	Coca Cola Enterprises, Inc. Note dtd 9/30/1996, 7%, 10/01/2026	513,171	593,584
400,000	Ford Motor Credit Company dtd 10/28/1999, 7.375%, 10/28/2009	408,732	408,572
510,000	Ingersoll Rand Co. Deb dtd 11/24/1997, 6.391%, 11/15/2027	507,608	578,110
500,000	National Rural Utilities Finance Company Coll TR BD dtd 7/19/2001, 5.25%, 7/15/2004	499,105	520,285
500,000	Suntrust Bks Inc. Deb dtd 1/21/1998, 6%, 1/15/2028	484,940	545,420
(427)	Accumulated Depreciation on Moose Mountain Rd Bridge Linn County OR	<u>(427)</u>	<u>(427)</u>
	Total Corporate and Other	<u>\$ 2,789,431</u>	<u>\$ 3,065,563</u>
	Total Bonds	<u>\$ 11,482,416</u>	<u>\$ 12,466,556</u>

JEROME FOUNDATION, INC.
SCHEDULE OF INVESTMENTS (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003
(SEE INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION)

No. of Shares	Description	Cost	Market Value
	<u>Mutual Funds:</u>		
	Wells Fargo Advantage Small Company Growth Fund	\$ 6,789,614	\$ 4,308,759
	<u>Other:</u>		
351,885	First American Prime Oblig. CL Y Instl	351,885	351,885
	Timberlands	76,882	914,500
	Total Mutual Funds and Other	<u>\$ 7,218,381</u>	<u>\$ 5,575,144</u>
	<u>Common Stocks:</u>		
4,986	Actel Corp	\$ 105,419	\$ 98,773
3,130	Activision Inc	39,039	47,889
9,190	Airtran Holdings Inc	55,865	72,142
3,000	Allete, Inc	65,633	71,280
2,170	Alliant Energy Corp	34,838	38,105
4,160	Ameri Group Corp	86,605	121,139
3,890	American Eagle Outfitters Inc	69,225	67,919
37,000	American International Group Inc	2,551,148	2,144,150
5,500	Ameristar Casinos Inc	62,590	74,580
20,300	Amgen Inc	916,209	1,244,390
12,400	Anheuser Busch Cos Inc	621,365	618,512
27,800	Applied Materials Inc	421,979	406,436
1,590	Arrow International Inc	59,503	67,829
8,300	Avon Products Inc	441,395	482,811
13,270	Beverly Enterprises Inc	65,540	25,346
990	Borg Warner Inc	45,017	58,083
15,700	Boston Scientific Corp	670,901	675,885
6,639	Brookline Bancorp Inc	78,839	88,763
5,880	Buckeye Technologies Inc	66,619	31,164
6,200	C & D Technologies Inc	118,939	82,460
2,100	CBL & Associates PPTYS Inc	71,764	89,145
3,570	Cal Dive International Inc	66,796	57,156
6,110	Callaway Golf Co	89,970	85,112
4,560	Caraustar Industries Inc	39,447	31,646
60,900	Cisco Systems Inc	254,543	913,500

JEROME FOUNDATION, INC.
SCHEDULE OF INVESTMENTS (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003
(SEE INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION)

No. of Shares	Description	Cost	Market Value
<u>Common Stocks (Continued):</u>			
54,600	Citigroup Inc	1,584,456	2,143,050
11,900	Clear Channel Communications Inc	436,499	465,409
3,020	Coherent Inc	83,085	69,460
8,000	Colgate Palmolive Co	324,517	457,360
45,300	Comcast Corp Special CL A	1,144,972	1,362,171
760	Coors Adolph Co CL B	36,721	40,683
7,600	Crompton Corp	59,107	48,792
2,440	Cullen Frost Bankers Inc	69,099	80,008
39,300	Dell Computer Corp	1,037,027	1,138,914
4,152	Dollar Thrifty Automotive Group Inc	51,067	68,134
5,570	Duane Reade Inc	91,707	74,916
1,490	Dupont Photomasks Inc	31,264	27,729
4,660	Dycom Industries Inc	54,303	51,446
3,600	E Bay Inc	316,948	334,476
1,230	ESCO Technologies Inc	35,683	48,228
1,350	East West Bancorp Inc	41,656	45,711
2,590	Eastgroup PPTYS Inc	62,994	67,288
2,200	Echostar Communications CL A	55,058	65,890
2,690	Emmis Communications CL A	52,650	51,245
2,690	Energen Corp	65,614	88,232
4,770	Fairchild Semiconductor International CL A	53,534	56,620
12,000	Fannie Mae	897,408	868,680
3,000	Federal Agriculture Manufacturing Corp CL C	87,855	71,100
5,270	Felcor Lodging Tr Inc	66,371	37,364
7,700	First Data Corp	251,203	302,071
4,420	First Niagra Financial Group Inc	47,451	54,101
2,830	First Rep Bk San Francisco California	59,528	71,033
4,180	Flowserve Corp	43,755	64,539
24,700	Freddie Mac	1,448,852	1,430,130
8,860	Frontier Airlines Inc New	102,006	53,603
3,404	Fuller HB Co	60,738	83,500
1,640	G&K Svcs Inc CL A	43,536	44,772
1,690	GATX Corp	53,992	31,840
2,000	Gannett Inc	147,043	151,440
60,100	General Electric Co	2,337,495	1,769,945
3,060	Genesco Inc	56,010	45,900
4,600	Gillette Co	141,572	140,070
3,450	Glenborough Realty Tr Inc	50,108	57,201
5,520	Gold Banc Corp Inc	40,163	48,576

JEROME FOUNDATION, INC.
SCHEDULE OF INVESTMENTS (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003
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No. of Shares	Description	Cost	Market Value
<u>Common Stocks (Continued):</u>			
3,055	Harleysville Group Inc	58,017	72,098
2,660	Highwoods PPTYS Inc	55,418	53,865
265	Imperial Cr Inds WT	-	-
4,800	Insituform Technologies Inc CL A	79,479	76,560
40,500	Intel Corp	915,597	743,985
4,980	Intergraph Corp	86,881	101,592
2,740	International Multifoods Corp	48,828	52,471
7,200	Intuit Inc	275,253	279,504
17,200	JDS Uniphase Corp	55,377	55,556
14,400	JP Morgan Chase & Co	379,525	422,640
990	Jefferies Group Inc	36,306	38,432
29,400	Johnson & Johnson	1,616,744	1,656,984
5,070	Joy Global Inc	81,281	62,868
6,200	Juniper Networks Inc	50,619	63,488
2,930	Kilroy Realty Corp	78,540	72,723
20,600	Kohls Corp	1,127,017	1,170,080
4,800	Kraft Foods Inc CL A	136,841	148,320
8,670	Kulicke & Soffa Industries Inc	103,226	44,911
2,320	LaBranche & Co Inc	44,671	38,466
4,680	LaSalle Hotel PPTYS	39,713	65,473
4,400	Lehman Brothers Holdings Inc	248,343	277,068
6,200	Lockheed Martin Corp	375,712	310,310
4,700	Lone Star Technologies Inc	89,447	99,781
10,200	Lowes Cos Inc	406,831	447,678
119,000	MBNA Corp	758,372	2,249,100
2,250	MKS Instruments Inc	29,314	31,298
13,230	MPS Group Inc	78,944	89,303
13,600	Masim Integrated Products Inc	492,998	534,888
2,340	Maximus Inc	57,141	56,394
25,600	Medtronic Inc	1,039,223	1,222,144
10,520	Meristar Hospitality Corp	85,163	43,763
22,900	Merrill Lynch & Co Inc	1,139,410	940,045
98,200	Microsoft Corp	2,535,744	2,509,992
2,230	Movie Gallery Inc	32,934	41,545
3,780	NCO Group Inc	59,187	63,315
2,370	National Oilwell Inc	41,184	49,746

JEROME FOUNDATION, INC.
SCHEDULE OF INVESTMENTS (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003
(SEE INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION)

No. of Shares	Description	Cost	Market Value
<u>Common Stocks (Continued):</u>			
2,590	Navistar International Corp	56,290	72,261
3,491	NL Inds Inc	56,849	60,743
3,070	Pacificare Health Systems Inc	58,956	97,534
6,430	Pathmark Stores Inc	62,819	45,010
1,380	PFF Bancorp Inc	24,709	46,492
82,100	Pfizer Inc	2,107,411	2,524,575
5,300	Plexus Corp	66,701	53,954
3,980	Pope & Talbot Inc	55,384	52,894
1,780	Precision Castparts Corp	42,388	49,288
9,900	Procter & Gamble Co	872,040	889,515
12,200	Progressive Corp	621,951	829,600
4,250	Provident Financial Services	65,150	72,208
3,950	Rehabcare Group Inc	86,445	69,046
7,530	Rent Way Inc	55,212	33,283
3,570	Robbins & Myers Inc	80,941	61,368
4,710	Rudolph Technologies Inc	63,696	71,168
5,515	Saks Inc	60,465	49,359
2,840	Schulman A Inc	41,185	46,491
4,400	Scipps E W Co Ohio CL A	342,014	348,700
2,400	SLM Corp	253,656	268,800
4,000	Spartech Corp	75,373	86,600
900	St Jude Med Inc	38,484	47,214
3,480	Steel Dynamics Inc	41,805	42,143
2,820	Swift Transportation Inc	46,044	50,929
2,680	Sybron Dental Specialties Inc	35,767	54,538
2,940	Symantec Corp	128,942	129,213
3,610	THQ Inc	45,106	51,082
5,490	Technitrol Inc	126,499	86,687
9,200	Texas Instruments Inc	173,445	170,108
4,640	Tierone Corp	64,673	85,561
3,780	Tollgrade Communications Inc	75,630	54,961
3,010	Too Inc	49,165	55,866
9,400	Tower Automotive Inc	67,822	26,320
41,818	Travelers Property Casualty A	700,933	678,706
2,730	Triad Hospitals Inc	61,922	60,087
2,400	Triarc Cos Inc CL A	61,601	66,480
2,000	Tribune Co	96,587	97,960

JEROME FOUNDATION, INC.
SCHEDULE OF INVESTMENTS (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003
(SEE INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION)

No. of Shares	Description	Cost	Market Value
<u>Common Stocks (Continued):</u>			
2,059	UGI Corp	29,641	65,064
15,000	United Health Group Inc	865,592	1,381,950
4,380	United Rentals Inc	65,167	45,114
6,880	Unova Inc	37,462	50,637
1,810	Urban Outfitters Inc	37,100	54,065
8,087	Usec Inc	35,964	45,287
5,200	Veritas Software	193,802	114,764
43,800	Viacom Inc CL B	1,761,085	1,901,358
3,010	W-H Energy Services Inc	46,588	54,180
6,070	Wabash National Corp	65,803	56,937
37,200	Wal Mart Stores Inc	1,954,997	2,095,104
33,900	Walgreen Co	1,106,747	1,046,154
5,560	WCI Communities Inc	54,217	76,895
3,700	Wrigley Wm Jr Co	196,571	209,827
9,000	Wyeth	332,655	391,770
5,090	Zoran Corp	89,785	90,602
2,700	ACE Ltd	92,624	89,316
5,680	Agrium Inc	49,862	64,241
89,800	Nokia Corp Spnd Adr	747,080	1,487,986
2,710	Platinum Underwriter Holdings	66,377	71,680
2,540	Scottish Annuity and Life Hldgord	48,546	44,958
22,400	Taiwan Semiconductor Mfg Spon ADR	191,165	187,488
2,500	Teva Pharmaceutical Inds Ltd ADR	117,265	116,750
13,800	Vodafone Group PLC ADR	258,393	272,688
2,500	Gladstone Cap Corp	43,962	45,775
Total Common Stocks		<u>\$ 46,914,025</u>	<u>\$ 51,639,562</u>
Total Common Stocks		\$ 46,914,025	\$ 51,639,562
Total Bonds		11,482,416	12,466,556
Mutual Funds		6,789,614	4,308,759
Cash Equivalents		351,885	351,885
Timberlands		76,882	914,500
Total Investments		<u>\$ 65,614,822</u>	<u>\$ 69,681,262</u>

JEROME FOUNDATION, INC.
SCHEDULE OF GRANT COMMITMENTS AND PAYMENTS
FOR THE YEAR ENDED APRIL 30, 2003
(SEE INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION)

	Grant Commitments Payable at Beginning of Year	Commitments Made During Year	Paid During Year	Grant Commitments Payable End of Year
Aaron Davis Hall New York, New York Commissions to emerging artists within the <i>Fund for New Work</i>		\$ 20,000	\$ 20,000	
American Composers Forum Saint Paul, Minnesota Composers Commissioning Program, Performance Outreach Grants and artists' services		282,000	141,000	\$ 141,000
American Composers Orchestra New York, New York Emerging Composers Project		15,000	15,000	
American Opera Projects Brooklyn, New York First Chance Program		18,000	18,000	
Art in General New York, New York Participation of emerging artists in the Exhibition Program and artists' services	\$ 10,000	38,000	10,000	38,000
Artists Space New York, New York Participation of emerging artists in the exhibition program		18,000	18,000	
Artspace Projects Minneapolis, Minnesota Revolving Loan Fund Administration	30,000	(30,000)	**	
Asian American Writers' Workshop (The) New York, New York Participation of emerging writers in workshops, Journal and Poetry Mentoring Project		40,000	20,000	20,000
Bang on a Can New York, New York Peoples' Commissioning Fund	20,000		20,000	
Blacklock Nature Sanctuary Moose Lake, Minnesota Emerging Artist Residency Program		40,000	20,000	20,000

** cancelled

JEROME FOUNDATION, INC.
SCHEDULE OF GRANT COMMITMENTS AND PAYMENTS (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003
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	Grant Commitments Payable at Beginning of Year	Commitments Made During Year	Paid During Year	Grant Commitments Payable End of Year
Bronx Museum of the Arts (The) Bronx, New York Artist in the Marketplace Program		12,000	12,000	
Builders Association (The) New York, New York Creation of new work under the direction of Marianne Weems		10,000	10,000	
Wally Cardona Ventures Brooklyn, New York Development of new work		24,000	12,000	12,000
Cave Canem New York, New York Summer Workshop Retreat, New York City Poetry Workshops, and Master Class		17,750	17,750	
Center for Independent Artists Minneapolis, Minnesota New York production of <i>Sohrab and Rustum</i> by Zaraawar Mistry		10,000	3,000	7,000
Cherry Lane Alternative Theatre New York, New York Mentor Project		26,000	26,000	
Children's Theatre Company (The) Minneapolis, Minnesota <i>Playground</i> Program		30,000	30,000	
Clubbed Thumb New York, New York Summer Works Festival		8,000	8,000	
Coffee House Press Minneapolis, Minnesota Publication of books by emerging literary artists		27,000	27,000	
Collapsible Giraffe (The) New York, New York Development and production of new works		8,000	8,000	
Cornucopia Art Center Lanesboro, Minnesota Artist residency program		30,000	15,000	15,000

JEROME FOUNDATION, INC.
SCHEDULE OF GRANT COMMITMENTS AND PAYMENTS (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003
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	Grant Commitments Payable at Beginning of Year	Commitments Made During Year	Paid During Year	Grant Commitments Payable End of Year
Council on Foundations Washington, D. C. General support		9,440	9,440	
Creative Time New York, New York Development of new works by emerging creative artists		10,000	10,000	
Dance Space Center New York, New York Choreographers' commissions and performances	20,000		20,000	
Dansology a.k.a. Dance KUMIKOKIMOTO New York, New York New work by choreographer Koosil-ja Hwang		10,000	10,000	
Danspace Project New York, New York Commissions for emerging choreographers		50,000	25,000	25,000
DanzAisa Staten Island, New York Development and production of new work by Gabri Christa		10,000	10,000	
Duluth Art Institute Duluth, Minnesota Participation of emerging artists in the Exhibition Program		13,500	6,750	6,750
Elevator Repair Service New York, New York Development and production of new works		15,000	15,000	
Eye of the Storm Theatre Minneapolis, Minnesota Development and production of new works by emerging playwrights		17,500	17,500	
Field (The) New York, New York New works by Keely Garfield for Sinister Slapstick	7,500		7,500	
Development and production of new work by Ellis Wood/Wood Dance		20,000	10,000	10,000

JEROME FOUNDATION, INC.
SCHEDULE OF GRANT COMMITMENTS AND PAYMENTS (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003
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	Grant Commitments Payable at Beginning of Year	Commitments Made During Year	Paid During Year	Grant Commitments Payable End of Year
15 HEAD-a theatre lab Minneapolis, Minnesota Creation and production of new works		36,000	18,000	18,000
Film/Video Arts New York, New York Artist Mentor Project		60,000	30,000	30,000
FORECAST Public Artworks Saint Paul, Minnesota Public Art Affairs Program		65,000	32,500	32,500
Foundation Center (The) New York, New York General support		3,000	1,500	1,500
Foundation for Independent Artists New York, New York New work by Ben Munisteri		12,000	12,000	
Foundry Theatre (The) New York, New York Development and production of new works by emerging playwrights		23,000	23,000	
Franconia Sculpture Park Shafer, Minnesota Emerging artists' residencies and exhibitions		32,500	32,500	
Franklin ArtWorks Minneapolis, Minnesota Artist's Project	7,775	(7,775)	**	
Solo shows of works by emerging artists in the Exhibition Program		19,000	19,000	
Franklin Furnace Archive New York, New York Fund for Performance Art and The Future of the Present		74,000	37,000	37,000

** cancelled

JEROME FOUNDATION, INC.
SCHEDULE OF GRANT COMMITMENTS AND PAYMENTS (CONTINUED)
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	Grant Commitments Payable at Beginning of Year	Commitments Made During Year	Paid During Year	Grant Commitments Payable End of Year
Grantmakers in the Arts Seattle, Washington General support		20,000	20,000	
Great American History Theatre Saint Paul, Minnesota Development and production of new works by emerging playwrights	25,000		25,000	
Harvestworks New York, New York Participation of emerging artists in the Artist in Residence Program		37,000	18,500	18,500
Heart of the Beast Puppet and Mask Theatre Minneapolis, Minnesota Creation and production of three works by emerging artists		18,000	18,000	
HERE Arts Center New York, New York Development of new works by core artists Fernando Maneca and Kristin Marting		20,000	20,000	
Highpoint Center for Printmaking Minneapolis, Minnesota Emerging printmakers' residencies		15,000	7,500	7,500
IFP Minneapolis/Saint Paul Minneapolis, Minnesota Services for independent media artists		40,000	20,000	20,000
MNTV		63,000	34,000	29,000
Illusion Theater Minneapolis, Minnesota FRESH INK Series, emerging playwright development and Artistic Associates	25,000		25,000	
INTAR Hispanic American Arts Center New York, New York NewWorks Lab		20,000	20,000	

JEROME FOUNDATION, INC.
SCHEDULE OF GRANT COMMITMENTS AND PAYMENTS (CONTINUED)
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	Grant Commitments Payable at Beginning of Year	Commitments Made During Year	Paid During Year	Grant Commitments Payable End of Year
Intermedia Arts Minnesota Minneapolis, Minnesota				
Performance Art Commissioning Program/Naked Stages	35,000	70,000	35,000	70,000
Art Inside/Outside Space Program and artists' services		98,000	49,000	49,000
International Friendship Through the Performing Arts Burnsville, Minnesota				
Commission of new compositions by Gao Hong		8,000	8,000	
Jamaica Center for Arts & Learning Jamaica, New York				
Participation of emerging artists in the visual arts program		30,000	15,000	15,000
Jerome Foundation Saint Paul, Minnesota (Foundation-Administered Programs)				
Building Administrative Capacity Grant Program	5,408			5,408
Jerome Hill Centennial and Archive	21,862		9,136	12,726
Minnesota Media Arts Program	153,026	105,000	94,357	163,669
New York City Media Arts Program	268,766	345,000	327,468	286,298
Initiative to broaden access to Jerome regrant programs	13,974		75	13,899
Travel and Study Grant Program	243,581	120,000	173,510	190,071
Jungle Theater (The) Minneapolis, Minnesota				
Play Reading Series and development and production of new works by emerging playwrights		47,000		47,000
Juxtaposition Arts Minneapolis, Minnesota				
Commissions to emerging artists to create functional art installations		15,000	15,000	

JEROME FOUNDATION, INC.
SCHEDULE OF GRANT COMMITMENTS AND PAYMENTS (CONTINUED)
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	Grant Commitments Payable at Beginning of Year	Commitments Made During Year	Paid During Year	Grant Commitments Payable End of Year
Loft (The) Minneapolis, Minnesota Mentor Series	55,000		55,000	
Lower Manhattan Cultural Council New York, New York World Views Studio Residency Program	20,000		20,000	
Disaster Relief Grant	500		500	
Mabou Mines New York, New York <i>Suite</i> Resident Artist Program	30,000		30,000	
j mandle performance Brooklyn, New York Development and production of PEDESTRIAN TRACES		12,500	12,500	
Meet The Composer New York, New York Meet The Composer Fund for emerging composers		23,000	23,000	
Midway Contemporary Art Saint Paul, Minnesota Participation of emerging artists in the Exhibition Program		5,000	5,000	
Minneapolis College of Art and Design Minneapolis, Minnesota Jerome Fellowship Program		78,000	78,000	
Minneapolis Guitar Quartet Association Saint Paul, Minnesota Emerging composers' commissions	10,000		10,000	
Minneapolis Institute of Arts (The) Minneapolis, Minnesota Minnesota Artists Exhibition Program		30,000	15,000	15,000
Minnesota Alliance for Arts in Education Saint Paul, Minnesota General support		4,000	4,000	
Minnesota Center for Book Arts Minneapolis, Minnesota Jerome Book Arts Fellowship Program	17,000		17,000	

JEROME FOUNDATION, INC.
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	Grant Commitments Payable at Beginning of Year	Commitments Made During Year	Paid During Year	Grant Commitments Payable End of Year
Minnesota Council on Foundations Minneapolis, Minnesota General support		7,250	7,250	
Minnesota Dance Alliance Minneapolis, Minnesota New work by choreographer Gerry Girouard	9,500		9,500	
Minnesota Dance Theatre and School Minneapolis, Minnesota Emerging choreographers' commissions and residencies	22,500		22,500	
Mixed Blood Theatre Company Minneapolis, Minnesota Development and production of works by emerging playwrights	35,000		17,500	17,500
Momenta Art Brooklyn, New York Participation of emerging artists in the Exhibition Program	12,000		12,000	
Movement Research New York, New York Writers' fees and publication costs of <i>Performance Journal</i>		24,000	24,000	
Nautilus Music-Theater Saint Paul, Minnesota Composer-Librettist Studio and Rough Cuts		64,000	32,000	32,000
New Dramatists New York, New York Composer/Librettist Studio and new works developmental process		80,000	40,000	40,000
New Georges New York, New York Development and production of new works		30,000	15,000	15,000
New Museum of Contemporary Art New York, New York Participation of emerging artists in the <i>Media Lounge</i> Program		40,000	20,000	20,000

JEROME FOUNDATION, INC.
SCHEDULE OF GRANT COMMITMENTS AND PAYMENTS (CONTINUED)
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	Grant Commitments Payable at Beginning of Year	Commitments Made During Year	Paid During Year	Grant Commitments Payable End of Year
New Rivers Press - MSUM Moorhead, Minnesota MINNESOTA VOICES Project	6,750		6,750	
New York City Players New York, New York Development and production of new work by Richard Maxwell		10,000	10,000	
New York Foundation for the Arts New York, New York New work by Dean Moss	8,000		8,000	
New work by Yasuko Yokoshi		10,000	10,000	
New work by Grisha Coleman		8,000	8,000	
New York Mills Arts Retreat and Regional Cultural Center New York Mills, Minnesota Artist Residency Program	16,000		16,000	
New York Theatre Workshop New York, New York Development and production of new works by emerging playwrights	17,500		17,500	
No Name Exhibitions @ The Soap Factory Minneapolis, Minnesota Participation of emerging artists in the Exhibition Program		20,000	20,000	
Northern Clay Center Minneapolis, Minnesota Artist Project Grant Program		50,000	25,000	25,000
Open Channels/Dixon Place New York, New York Commissions and development subsidies for emerging artists	25,000		25,000	
Orchestra of Saint Luke's/Saint Luke's Chamber Ensemble New York, New York Participation of emerging composers in the Second Helpings Series		24,000	12,000	12,000

JEROME FOUNDATION, INC.
SCHEDULE OF GRANT COMMITMENTS AND PAYMENTS (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003
(SEE INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION)

	Grant Commitments Payable at Beginning of Year	Commitments Made During Year	Paid During Year	Grant Commitments Payable End of Year
Pano Pra Manga Arts a.k.a. ChameckiLerner New York, New York Development and production of <i>Visible Content</i>		8,000	8,000	
pARTs Photographic Arts/Minnesota Center for Photography Minneapolis, Minnesota Participation of emerging photographers in the Exhibition Program	17,000		17,000	
Patrick's Cabaret Minneapolis, Minnesota Works-in-progress presentations by emerging creative artists in the Core Program		40,000	20,000	20,000
Commissions to emerging jazz composers and performance fees for BMagic Orchestra		10,000	10,000	
Performance Space 122 New York, New York New works by choreographer Jennifer Monson	12,000		12,000	
Emerging artists' performance commissions		85,000	42,500	42,500
Pillsbury United Communities/Pillsbury House Theatre Minneapolis, Minnesota Development and production of works by emerging playwrights		20,000	20,000	
<i>Late Night: Non-English Speaking Spoken Here</i> Series		32,500	32,500	
Playwrights' Center (The) Minneapolis, Minnesota Development and production of RIPTIDE by Lisa D'Amour		8,000		8,000
Many Voices Program		21,000	21,000	
Playwrights Horizons New York, New York Development and production of new works by emerging playwrights		46,000	23,000	23,000

JEROME FOUNDATION, INC.
SCHEDULE OF GRANT COMMITMENTS AND PAYMENTS (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003
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	Grant Commitments Payable at Beginning of Year	Commitments Made During Year	Paid During Year	Grant Commitments Payable End of Year
Red Eye Collaboration Minneapolis, Minnesota Isolated Acts and Works-in-Progress Series		57,000	28,500	28,500
Repertorio Español New York, New York Voces Nuevas Program		40,000	20,000	20,000
Rhizome.org New York, New York Commissioning program for new media artists		20,000	10,000	10,000
Roulette Intermedium New York, New York Concert presentations of new works by and services for emerging experimental composers		48,000	24,000	24,000
S.A.S.E.: The Write Place Minneapolis, Minnesota Jerome Fellowships, Writer to Writer Mentoring Program and Verve Fellowship Program		99,000	49,500	49,500
Writers' and artists' fees and publishing costs for MIZNA		14,000	14,000	
Hmong American Institute for Learning for Paj Ntaub Voice and a workshop for Hmong writers		10,000	10,000	
Schubert Club (The) Saint Paul, Minnesota Recording of works by Carol Barnett		12,000	12,000	
James Sewell Ballet Minneapolis, Minnesota Ballet Works Program		11,600	11,600	
Smack Mellon Studios Brooklyn, New York Participation of emerging artists in the Exhibition Program	14,000		14,000	
Socrates Sculpture Park Long Island City, New York Emerging Artist Fellowship Program		40,000	20,000	20,000

JEROME FOUNDATION, INC.
SCHEDULE OF GRANT COMMITMENTS AND PAYMENTS (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003
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	Grant Commitments Payable at Beginning of Year	Commitments Made During Year	Paid During Year	Grant Commitments Payable End of Year
Southern Theater				
Minneapolis, Minnesota				
New works by and services for emerging artists	30,000		30,000	
New work by Morgan Thorson and the Artist Development and Opportunity Fund		24,000	12,000	12,000
Mary Ellen Childs' CRASH	12,000		12,000	
Creation of new works by Uri Sands		8,000		8,000
New works by Mathew Janczewski for ARENA Dances		12,000	12,000	
Springboard for the Arts				
Saint Paul, Minnesota				
New works by Catalyst, dances by emily johnson		10,500	10,500	
SteppingStone Theatre				
Saint Paul, Minnesota				
Commissions of new plays by emerging playwrights		8,000	8,000	
Studio Museum in Harlem (The)				
New York, New York				
Artist in Residence Program	12,000		12,000	
Textile Center of Minnesota				
Minneapolis, Minnesota				
Participation of emerging artists in exhibitions, workshops, and master classes		15,000	15,000	
Theater for the New City				
New York, New York				
Emerging Playwrights Program		14,000	14,000	
Thin Man Dance				
New York, New York				
New work by John Jasperse	12,500		12,500	
3-Legged Dog				
New York, New York				
Development and production of new works	15,000		15,000	
3 Legged Race				
Minneapolis, Minnesota				
Emerging artists' commissions and productions		18,000	18,000	

JEROME FOUNDATION, INC.
SCHEDULE OF GRANT COMMITMENTS AND PAYMENTS (CONTINUED)
FOR THE YEAR ENDED APRIL 30, 2003
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	Grant Commitments Payable at Beginning of Year	Commitments Made During Year	Paid During Year	Grant Commitments Payable End of Year
Troika Ranch Brooklyn, New York Development of work by Dawn Stoppiello and Mark Coniglio		8,000	8,000	
Volcano Love/LAVA Brooklyn, New York Development and production of new work by Sarah East Johnson		12,000	12,000	
VSA arts of Minnesota Minneapolis, Minnesota Services to professional artists living with disabilities and the Minnesota Artist Recognition Grant Program		35,000	17,500	17,500
Walker Art Center Minneapolis, Minnesota Emerging Artists/Emergent Medium Program	20,000		20,000	
Dale Warland Singers Saint Paul, Minnesota Choral Ventures Program		33,000	33,000	
White Columns New York, New York Participation of emerging artists in the Exhibition Program		30,000	20,000	10,000
Women's Project & Productions New York, New York Participation of emerging playwrights in the Developmental Theater Program		22,000	22,000	
Writers Room (The) New York, New York Programs and services for emerging writers	15,000		15,000	
Zenon Dance Company and School Minneapolis, Minnesota Commissions of new works by emerging choreographers		48,000	24,000	24,000
	<u>\$ 1,331,142</u>	<u>\$ 3,626,265</u>	<u>\$3,122,086</u>	<u>\$ 1,835,321</u>

