



LEHI CITY PARC CULTURAL ORGANIZATION GRANT

DEFINITIONS

CULTURAL FACILITY

Any publicly owned or operated museum, theater, art center, music hall, or other cultural or arts facility.

CULTURAL ORGANIZATION

A private nonprofit organization or institution having as its primary purpose the advancement and preservation of: (1) natural history; (2) art; (3) music; (4) theater; (5) dance; or (6) cultural arts, including literature, a motion picture, or storytelling; and an administrative unit. Cultural organization does not include any agency of the state; any political subdivision of the state; any educational institution whose annual revenues are directly derived more than 50% from state funds; or any radio or television broadcasting network or station, cable communications system, newspaper, or magazine.

QUALIFYING OPERATING EXPENSES

This definition applies to cultural organizations. An organization's total expenditures for ongoing operations for an identifiable fiscal year as documented by certified financial records (as allowed by Generally Accepted Accounting Principles, GAAP) less the following non-qualifying expenditures:

1. Capital construction expenses, including capital acquisition, improvements to real property or depreciation of real property;
2. Payments into an Endowment Corpus;
3. Expenditures for programs conducted outside of Lehi City;
4. Activities not available to the general public;
5. Fundraising expenses related to capital or endowment campaigns;
6. Repayments of loans and/or interest thereon;
7. Expenditures for direct political lobbying on all levels;
8. Grants – the distribution of funds to outside groups, institutions, organizations or other units;
9. Bad Debt Expense;
10. Depreciation and amortization of any asset;
11. Non-deductible Tax penalties;
12. Unrelated Business Income Tax – any operating expenses that are utilized in
13. calculating federal unrelated business income tax;
14. Cost of Goods Sold; and,
15. Other expenses not related to the organization's primary cultural purpose