

Memorandum

To: John Szerlag, City Manager

From: John M. Lamerato, Assistant City Manager/Finance and Administration
Tonni L. Bartholomew, City Clerk

Date: January 4, 2006

Subject: **Agenda Item** - Request for Recognition as a Nonprofit Organization
Status from the Troy High Booster Club for the Purpose of Obtaining a
Charitable Gaming License

Attached is a request from James P. Badhorn, President of the Troy High Booster Club, seeking recognition as a nonprofit organization status for the purpose of obtaining a charitable gaming license to conduct gambling games for entertainment purposes, and auctions and raffles associated with their major fundraisers. It has been City Management's practice to support the approval of such requests.



**Troy High
Booster Club**

December 30, 2005

Mayor Louise Schilling
Troy City Council
500 West Big Beaver
Troy, MI 48084

RE: Troy High Booster Club Recognition as a Non-Profit Organization request

Dear Mayor Schilling and Council Members:

From one group that supports and treasures Troy to another, let us begin with a sincere "Thank You" for all you do for our City. Your jobs can be quite thankless. We understand clearly what toiling tirelessly without much appreciation on behalf of something you value highly is like. Thanks for doing your jobs so well.

The THBC has been in existence for many years. Our sole purpose has always been to support and promote academics, activities and athletics at Troy High School. We raise and distribute funds to do just that, supporting academic teams like Quiz Bowl and D.E.C.A., activities like student government and peer mediation, and athletic endeavors and many more programs. We support the education and development of students.

Until this year we were allowed to use the 501(c)3 designation of the School District. District rules changed this year and no school can use that designation any longer, but must apply for their own. We have begun that somewhat lengthy process. In the meantime, one of our major fundraisers approaches, our 2nd Annual Stroll and Roll on March 4, 2006. I've included a flyer – please feel free to attend, we'd be honored to have any of you there!

This event was very successful last year and we are counting on being able to hold it once again. In order to do that we will apply, as always, to the State for a Charitable Gaming license for our auction and raffle, as well as the gambling games we will have for entertainment purposes. Since we don't have our designation yet, we need to have a resolution from you recognizing us as a local non-profit. We hope you will review the enclosed materials and grant that designation as soon as possible.

I have enclosed paperwork for your review, including a copy of our application for 501(c)3 status, a blank Form #BSL-CG-1153 (R7/02), bank statements from each of the last five years, our By-Laws and Articles of Incorporation, and a current income statement.

If you need any further documentation, or have any questions, please do not hesitate to contact me at any time. We appreciate your assistance and anticipate your approval as soon as is possible.

Sincerely,

James P. Badhorn
President
641-5316

Troy High Booster Club
4777 Northfield Parkway
Troy, MI 48098



CITY OF TROY

SOLICITATION - FUND RAISING

Date Received: _____

File the following information with the City Clerk's Office at least 21 days prior to the time when the permit is desired. TIME SPAN FOR PERMIT IS NOT TO EXCEED NINETY (90) DAYS.

Name of Organization:

Troy High Booster Club

Phone:

248-879-6512

Mosshart home

Local Address:

4777 Northfield Pkwy, Troy, MI 48098

City/Zip:

Troy, MI 48098

Home Address (if different):

Mosshart-raffle chair 399 Tara Dr.

City/Zip:

Troy, MI 48095

Name of Parent Organization:

Address:

Local Representative/Officers:

Name	Title	Phone
<u>Jim Beahorn</u>	<u>Pres</u>	
<u>Beth Mosshart</u>	<u>Raffle Chair</u>	

Person in Charge of Solicitations: Beth Mosshart

How are funds solicited: prize donations in person; by letter. funds by letter; phone follow-up

Locations/Dates/Times:

Locations	Dates	Times
<u>throughout Troy</u>	<u>thru 2-15-06</u>	<u>various</u>

To what purpose will you put these funds: Support of Troy H.S. student programs

What is the requested amount for contribution: - up to retailer/company

LOCAL GOVERNING BODY RESOLUTION FOR CHARITABLE GAMING LICENSES

[Required by MCL 432.103 (9)]

At a Regular meeting of the Troy City Council called to order by Mayor Louise Schilling
on Monday, 2006 at P.M. the following resolution was offered:

Moved by: and Seconded by:

that the request from: of Troy,
County of Oakland, asking that they be recognized as a nonprofit organization operating in the
community for the purpose of obtaining a charitable gaming license be considered for **APPROVAL**.

APPROVAL

Yeas:
Nays:
Absent:

I hereby **CERTIFY** that the foregoing is a true and complete copy of a resolution offered and
ADOPTED by the Troy City Council at a Regular meeting held on Monday, , 2006.

SIGNED: _____, City Clerk

Tonni L. Bartholomew, MMC – City Clerk
City of Troy
500 W. Big Beaver – Troy, Michigan 48084



**Document Requirements for
"Recognition as a Non-Profit Organization"
for the Purpose of Obtaining a Gaming License**

1. Letter addressed to the Mayor and City Council from a Board Member of the organization outlining their request and describing their organization.
2. Blank "Local Governing Body Resolution for Charitable Gaming Licenses" form from Charitable Gaming Division – Lansing Michigan (#BSL-CG-1153(R7/02) – to be completed by City Clerk after approval by City Council
3. Documentation verifying their 501(c)(3) status – Copy of Form #1023 – Application for Recognition Exemption – Under Section 501(c)(3) of the Internal Revenue Code
4. Copy of Income Statement from organization
5. Copy of Articles of Incorporation for organization —
6. Copy of Form 872-C – Consent Fixing Period of Limitation Upon Assessment of Tax under Section 4940 of the Internal Revenue Code
7. Copy of organization's "Bylaws"

Troy High School Boosters Club

4777 North field Parkway ■ Troy, Michigan 48098-4497

December 12, 2005

Internal Revenue Service
P.O. Box 192
Covington, KY 41012-0192

RE: Application for 501(c)(3) tax exemption
EIN #35-2252618

Dear Internal Revenue Service:

On behalf of the Troy High School Boosters Club, a newly incorporated Michigan nonprofit corporation, I enclose Form 1023 and attachments, including Schedules G and H, to apply for recognition as an organization exempt from taxes under Section 501(c)(3) of the Internal Revenue Code.

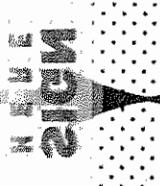
Our check for the required \$500 user fee is enclosed.

I hereby certify that the enclosed copy of our Articles of Incorporation, filed September 21, 2005 (Enclosure A), is a complete and accurate copy of the original filed with the Michigan Department of Labor and Economic Growth, and that it constitutes the entire articles of incorporation currently in effect. I also certify that the enclosed copy of our bylaws (Enclosure B) is a complete and accurate copy of those currently in effect.

If you need additional information, you can call me at 248/944-0772 during the day, or you can call Joseph S. Tuchinsky, who has assisted us in preparing this application, at 517/337-7474 (Form 8821, "Tax Information Authorization," authorizing him to have access to our information, is enclosed).

Sincerely,

James P. Badhorn
President



Form 1023 Checklist

(Revised October 2004)

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

Note. Retain a copy of the completed Form 1023 in your permanent records. Refer to the General Instructions regarding Public Inspection of approved applications.

Check each box to finish your application (Form 1023). Send this completed Checklist with your filled-in application. If you have not answered all the items below, your application may be returned to you as incomplete.

- Assemble the application and materials in this order:
- Form 1023 Checklist
 - Form 2848, *Power of Attorney and Declaration of Representative* (if filing)
 - Form 8821, *Tax Information Authorization* (if filing)
 - Expedite request (if requesting)
 - Application (Form 1023 and Schedules A through H, as required)
 - Articles of organization
 - Amendments to articles of organization in chronological order
 - Bylaws or other rules of operation and amendments
 - Documentation of nondiscriminatory policy for schools, as required by Schedule B
 - Form 5768, *Election/Revocation of Election by an Eligible Section 501(c)(3) Organization To Make Expenditures To Influence Legislation* (if filing)
 - All other attachments, including explanations, financial data, and printed materials or publications. Label each page with name and EIN.
- User fee payment placed in envelope on top of checklist. DO NOT STAPLE or otherwise attach your check or money order to your application. Instead, just place it in the envelope.
- Employer Identification Number (EIN)
- Completed Parts I through XI of the application, including any requested information and any required Schedules A through H.
- You must provide specific details about your past, present, and planned activities.
 - Generalizations or failure to answer questions in the Form 1023 application will prevent us from recognizing you as tax exempt.
 - Describe your purposes and proposed activities in specific easily understood terms.
 - Financial information should correspond with proposed activities.
- Schedules. Submit only those schedules that apply to you and check either "Yes" or "No" below.
- | | | | |
|------------|--|------------|--|
| Schedule A | Yes ___ No <input checked="" type="checkbox"/> | Schedule E | Yes ___ No <input checked="" type="checkbox"/> |
| Schedule B | Yes ___ No <input checked="" type="checkbox"/> | Schedule F | Yes ___ No <input checked="" type="checkbox"/> |
| Schedule C | Yes ___ No <input checked="" type="checkbox"/> | Schedule G | Yes <input checked="" type="checkbox"/> No ___ |
| Schedule D | Yes ___ No <input checked="" type="checkbox"/> | Schedule H | Yes <input checked="" type="checkbox"/> No ___ |

- An exact copy of your complete articles of organization (creating document). Absence of the proper purpose and dissolution clauses is the number one reason for delays in the issuance of determination letters.
- Location of Purpose Clause from Part III, line 1 (Page, Article and Paragraph Number) Article II
 - Location of Dissolution Clause from Part III, line 2b or 2c (Page, Article and Paragraph Number) or by operation of state law Article VI, Section 2
- Signature of an officer, director, trustee, or other official who is authorized to sign the application.
- Signature at Part XI of Form 1023.
- Your name on the application must be the same as your legal name as it appears in your articles of organization.

Send completed Form 1023, user fee payment, and all other required information, to:

Internal Revenue Service
P.O. Box 192
Covington, KY 41012-0192

If you are using express mail or a delivery service, send Form 1023, user fee payment, and attachments to:

Internal Revenue Service
201 West Rivercenter Blvd.
Attn: Extracting Stop 312
Covington, KY 41011

Tax Information Authorization

▶ Do not use this form to request a copy or transcript of your tax return.
 Instead, use Form 4506 or Form 4506-T.

OMB No. 1545-1165
 For IRS Use Only
 Received by: _____
 Name _____
 Telephone () _____
 Function _____
 Date / / _____

1 Taxpayer information. Taxpayer(s) must sign and date this form on line 7.

Taxpayer name(s) and address (type or print) Troy High School Boosters Club 4777 Northfield Parkway Troy, Michigan 48098-4497	Social security number(s) _____ _____ _____	Employer identification number 35-2252618
	Daytime telephone number (248) 944-0772	Plan number (if applicable)

2 Appointee. If you wish to name more than one appointee, attach a list to this form.

Name and address Joseph S. Tuchinsky Community Consulting Associates, 259 Clarendon Road East Lansing, Michigan 48823-2616	CAF No. <u>3206-37062R</u> Telephone No. <u>517/337-7474</u> Fax No. <u>517/337-7493</u> Check if new: Address <input type="checkbox"/> Telephone No. <input type="checkbox"/> Fax No. <input type="checkbox"/>
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3 Tax matters. The appointee is authorized to inspect and/or receive confidential tax information in any office of the IRS for the tax matters listed on this line. Do not use Form 8821 to request copies of tax returns.

(a) Type of Tax (Income, Employment, Excise, etc.) or Civil Penalty	(b) Tax Form Number (1040, 941, 720, etc.)	(c) Year(s) or Period(s) (see the instructions for line 3)	(d) Specific Tax Matters (see instr.)
501(c)(3) tax exemption	IRS Form 1023 and all related forms	2005-2006	

4 Specific use not recorded on Centralized Authorization File (CAF). If the tax information authorization is for a specific use not recorded on CAF, check this box. See the instructions on page 3. If you check this box, skip lines 5 and 6. ▶

- 5 Disclosure of tax information** (you must check a box on line 5a or 5b unless the box on line 4 is checked):
- a If you want copies of tax information, notices, and other written communications sent to the appointee on an ongoing basis, check this box. ▶
- b If you do not want any copies of notices or communications sent to your appointee, check this box. ▶

6 Retention/revocation of tax information authorizations. This tax information authorization automatically revokes all prior authorizations for the same tax matters you listed on line 3 above unless you checked the box on line 4. If you do not want to revoke a prior tax information authorization, you must attach a copy of any authorizations you want to remain in effect and check this box. ▶

To revoke this tax information authorization, see the instructions on page 3.

7 Signature of taxpayer(s). If a tax matter applies to a joint return, either husband or wife must sign. If signed by a corporate officer, partner, guardian, executor, receiver, administrator, trustee, or party other than the taxpayer, I certify that I have the authority to execute this form with respect to the tax matters/periods on line 3 above.

▶ IF NOT SIGNED AND DATED, THIS TAX INFORMATION AUTHORIZATION WILL BE RETURNED.

	11/30/05		
Signature	Date	Signature	Date
James P. Badhorn	President		
Print Name	Title (if applicable)	Print Name	Title (if applicable)
<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	PIN number for electronic signature	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>	PIN number for electronic signature

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

Use the instructions to complete this application and for a definition of all **bold** items. For additional help, call IRS Exempt Organizations Customer Account Services toll-free at 1-877-829-5500. Visit our website at **www.irs.gov** for forms and publications. If the required information and documents are not submitted with payment of the appropriate user fee, the application may be returned to you.

Attach additional sheets to this application if you need more space to answer fully. Put your name and EIN on each sheet and identify each answer by Part and line number. Complete Parts I - XI of Form 1023 and submit only those Schedules (A through H) that apply to you.

Part I Identification of Applicant

1 Full name of organization (exactly as it appears in your organizing document)		2 c/o Name (if applicable)	
Troy High School Boosters Club			
3 Mailing address (Number and street) (see instructions)		Room/Suite	4 Employer Identification Number (EIN)
4777 Northfield Parkway			35-2252618
City or town, state or country, and ZIP + 4		5 Month the annual accounting period ends (01 - 12)	
Troy, Michigan 48098-4497		06	
6 Primary contact (officer, director, trustee, or authorized representative)		b Phone: 248/944-0772	
a Name: James P. Badhorn, President		c Fax: (optional) 248/576-2302	
7 Are you represented by an authorized representative, such as an attorney or accountant? If "Yes," provide the authorized representative's name, and the name and address of the authorized representative's firm. Include a completed Form 2848, <i>Power of Attorney and Declaration of Representative</i> , with your application if you would like us to communicate with your representative. <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
8 Was a person who is not one of your officers, directors, trustees, employees, or an authorized representative listed in line 7, paid, or promised payment, to help plan, manage, or advise you about the structure or activities of your organization, or about your financial or tax matters? If "Yes," provide the person's name, the name and address of the person's firm, the amounts paid or promised to be paid, and describe that person's role. <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No			
9a Organization's website: None			
b Organization's email: (optional) None			
10 Certain organizations are not required to file an information return (Form 990 or Form 990-EZ). If you are granted tax-exemption, are you claiming to be excused from filing Form 990 or Form 990-EZ? If "Yes," explain. See the instructions for a description of organizations not required to file Form 990 or Form 990-EZ. <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
11 Date incorporated if a corporation, or formed, if other than a corporation. (MM/DD/YYYY) 09 / 21 / 2005			
12 Were you formed under the laws of a foreign country? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," state the country.			

Part II Organizational Structure

You must be a corporation (including a limited liability company), an unincorporated association, or a trust to be tax exempt. (See instructions.) **DO NOT file this form unless you can check "Yes" on lines 1, 2, 3, or 4.**

- 1 Are you a **corporation**? If "Yes," attach a copy of your articles of incorporation showing **certification of filing** with the appropriate state agency. Include copies of any amendments to your articles and be sure they also show state filing certification. Yes No
- 2 Are you a **limited liability company (LLC)**? If "Yes," attach a copy of your articles of organization showing certification of filing with the appropriate state agency. Also, if you adopted an operating agreement, attach a copy. Include copies of any amendments to your articles and be sure they show state filing certification. Refer to the instructions for circumstances when an LLC should not file its own exemption application. Yes No
- 3 Are you an **unincorporated association**? If "Yes," attach a copy of your articles of association, constitution, or other similar organizing document that is dated and includes at least two signatures. Include signed and dated copies of any amendments. Yes No
- 4a Are you a **trust**? If "Yes," attach a signed and dated copy of your trust agreement. Include signed and dated copies of any amendments. Yes No
- b Have you been funded? If "No," explain how you are formed without anything of value placed in trust. Yes No
- 5 Have you adopted **bylaws**? If "Yes," attach a current copy showing date of adoption. If "No," explain how your officers, directors, or trustees are selected. Yes No

Part III Required Provisions in Your Organizing Document

The following questions are designed to ensure that when you file this application, your organizing document contains the required provisions to meet the organizational test under section 501(c)(3). Unless you can check the boxes in both lines 1 and 2, your organizing document does not meet the organizational test. **DO NOT file this application until you have amended your organizing document.** Submit your original and amended organizing documents (showing state filing certification if you are a corporation or an LLC) with your application.

- 1 Section 501(c)(3) requires that your organizing document state your exempt purpose(s), such as charitable, religious, educational, and/or scientific purposes. Check the box to confirm that your organizing document meets this requirement. Describe specifically where your organizing document meets this requirement, such as a reference to a particular article or section in your organizing document. Refer to the instructions for exempt purpose language. Location of Purpose Clause (Page, Article, and Paragraph): Article II
- 2a Section 501(c)(3) requires that upon dissolution of your organization, your remaining assets must be used exclusively for exempt purposes, such as charitable, religious, educational, and/or scientific purposes. Check the box on line 2a to confirm that your organizing document meets this requirement by express provision for the distribution of assets upon dissolution. If you rely on state law for your dissolution provision, do not check the box on line 2a and go to line 2c.
- 2b If you checked the box on line 2a, specify the location of your dissolution clause (Page, Article, and Paragraph). Do not complete line 2c if you checked box 2a. Article VI, Section 2
- 2c See the instructions for information about the operation of state law in your particular state. Check this box if you rely on operation of state law for your dissolution provision and indicate the state:

Part IV Narrative Description of Your Activities

Using an attachment, describe your *past, present, and planned* activities in a narrative. If you believe that you have already provided some of this information in response to other parts of this application, you may summarize that information here and refer to the specific parts of the application for supporting details. You may also attach representative copies of newsletters, brochures, or similar documents for supporting details to this narrative. Remember that if this application is approved, it will be open for public inspection. Therefore, your narrative description of activities should be thorough and accurate. Refer to the instructions for information that must be included in your description.

Part V Compensation and Other Financial Arrangements With Your Officers, Directors, Trustees, Employees, and Independent Contractors

- 1a List the names, titles, and mailing addresses of all of your officers, directors, and trustees. For each person listed, state their total annual **compensation**, or proposed compensation, for all services to the organization, whether as an officer, employee, or other position. Use actual figures, if available. Enter "none" if no compensation is or will be paid. If additional space is needed, attach a separate sheet. Refer to the instructions for information on what to include as compensation.

Name	Title	Mailing address	Compensation amount (annual actual or estimated)
See attachment			

Part V Compensation and Other Financial Arrangements With Your Officers, Directors, Trustees, Employees, and Independent Contractors (Continued)

b List the names, titles, and mailing addresses of each of your five highest compensated employees who receive or will receive compensation of more than \$50,000 per year. Use the actual figure, if available. Refer to the instructions for information on what to include as compensation. Do not include officers, directors, or trustees listed in line 1a.

Name	Title	Mailing address	Compensation amount (annual actual or estimated)
None			

c List the names, names of businesses, and mailing addresses of your five highest compensated independent contractors that receive or will receive compensation of more than \$50,000 per year. Use the actual figure, if available. Refer to the instructions for information on what to include as compensation.

Name	Title	Mailing address	Compensation amount (annual actual or estimated)
None			

The following "Yes" or "No" questions relate to *past, present, or planned* relationships, transactions, or agreements with your officers, directors, trustees, highest compensated employees, and highest compensated independent contractors listed in lines 1a, 1b, and 1c.

- 2a** Are any of your officers, directors, or trustees **related** to each other through **family or business relationships**? If "Yes," identify the individuals and explain the relationship. Yes No
- b** Do you have a business relationship with any of your officers, directors, or trustees other than through their position as an officer, director, or trustee? If "Yes," identify the individuals and describe the business relationship with each of your officers, directors, or trustees. Yes No
- c** Are any of your officers, directors, or trustees related to your highest compensated employees or highest compensated independent contractors listed on lines 1b or 1c through family or business relationships? If "Yes," identify the individuals and explain the relationship. Yes No

- 3a** For each of your officers, directors, trustees, highest compensated employees, and highest compensated independent contractors listed on lines 1a, 1b, or 1c, attach a list showing their name, qualifications, average hours worked, and duties.
- b** Do any of your officers, directors, trustees, highest compensated employees, and highest compensated independent contractors listed on lines 1a, 1b, or 1c receive compensation from any other organizations, whether tax exempt or taxable, that are related to you through **common control**? If "Yes," identify the individuals, explain the relationship between you and the other organization, and describe the compensation arrangement. Yes No

- 4** In establishing the compensation for your officers, directors, trustees, highest compensated employees, and highest compensated independent contractors listed on lines 1a, 1b, and 1c, the following practices are recommended, although they are not required to obtain exemption. Answer "Yes" to all the practices you use.
 - a** Do you or will the individuals that approve compensation arrangements follow a conflict of interest policy? Yes No
 - b** Do you or will you approve compensation arrangements in advance of paying compensation? Yes No
 - c** Do you or will you document in writing the date and terms of approved compensation arrangements? Yes No

Part V Compensation and Other Financial Arrangements With Your Officers, Directors, Trustees, Employees, and Independent Contractors (Continued)

- d Do you or will you record in writing the decision made by each individual who decided or voted on compensation arrangements? Yes No
- e Do you or will you approve compensation arrangements based on information about compensation paid by **similarly situated** taxable or tax-exempt organizations for similar services, current compensation surveys compiled by independent firms, or actual written offers from similarly situated organizations? Refer to the instructions for Part V, lines 1a, 1b, and 1c, for information on what to include as compensation. Yes No
- f Do you or will you record in writing both the information on which you relied to base your decision and its source? Yes No
- g If you answered "No" to any item on lines 4a through 4f, describe how you set compensation that is **reasonable** for your officers, directors, trustees, highest compensated employees, and highest compensated independent contractors listed in Part V, lines 1a, 1b, and 1c.

- 5a Have you adopted a **conflict of interest policy** consistent with the sample conflict of interest policy in Appendix A to the instructions? If "Yes," provide a copy of the policy and explain how the policy has been adopted, such as by resolution of your governing board. If "No," answer lines 5b and 5c. Yes No
- b What procedures will you follow to assure that persons who have a conflict of interest will not have influence over you for setting their own compensation?
- c What procedures will you follow to assure that persons who have a conflict of interest will not have influence over you regarding business deals with themselves?
- Note:** A conflict of interest policy is recommended though it is not required to obtain exemption. Hospitals, see Schedule C, Section I, line 14.

- 6a Do you or will you compensate any of your officers, directors, trustees, highest compensated employees, and highest compensated independent contractors listed in lines 1a, 1b, or 1c through **non-fixed payments**, such as discretionary bonuses or revenue-based payments? If "Yes," describe all non-fixed compensation arrangements, including how the amounts are determined, who is eligible for such arrangements, whether you place a limitation on total compensation, and how you determine or will determine that you pay no more than reasonable compensation for services. Refer to the instructions for Part V, lines 1a, 1b, and 1c, for information on what to include as compensation. Yes No
- b Do you or will you compensate any of your employees, other than your officers, directors, trustees, or your five highest compensated employees who receive or will receive compensation of more than \$50,000 per year, through non-fixed payments, such as discretionary bonuses or revenue-based payments? If "Yes," describe all non-fixed compensation arrangements, including how the amounts are or will be determined, who is or will be eligible for such arrangements, whether you place or will place a limitation on total compensation, and how you determine or will determine that you pay no more than reasonable compensation for services. Refer to the instructions for Part V, lines 1a, 1b, and 1c, for information on what to include as compensation. Yes No

- 7a Do you or will you purchase any goods, services, or assets from any of your officers, directors, trustees, highest compensated employees, or highest compensated independent contractors listed in lines 1a, 1b, or 1c? If "Yes," describe any such purchase that you made or intend to make, from whom you make or will make such purchases, how the terms are or will be negotiated at **arm's length**, and explain how you determine or will determine that you pay no more than **fair market value**. Attach copies of any written contracts or other agreements relating to such purchases. Yes No
- b Do you or will you sell any goods, services, or assets to any of your officers, directors, trustees, highest compensated employees, or highest compensated independent contractors listed in lines 1a, 1b, or 1c? If "Yes," describe any such sales that you made or intend to make, to whom you make or will make such sales, how the terms are or will be negotiated at **arm's length**, and explain how you determine or will determine you are or will be paid at least fair market value. Attach copies of any written contracts or other agreements relating to such sales. Yes No

- 8a Do you or will you have any leases, contracts, loans, or other agreements with your officers, directors, trustees, highest compensated employees, or highest compensated independent contractors listed in lines 1a, 1b, or 1c? If "Yes," provide the information requested in lines 8b through 8f. Yes No
- b Describe any written or oral arrangements that you made or intend to make.
- c Identify with whom you have or will have such arrangements.
- d Explain how the terms are or will be negotiated at **arm's length**.
- e Explain how you determine you pay no more than fair market value or you are paid at least fair market value.
- f Attach copies of any signed leases, contracts, loans, or other agreements relating to such arrangements.

- 9a Do you or will you have any leases, contracts, loans, or other agreements with any organization in which any of your officers, directors, or trustees are also officers, directors, or trustees, or in which any individual officer, director, or trustee owns more than a 35% interest? If "Yes," provide the information requested in lines 9b through 9f. Yes No

Part V Compensation and Other Financial Arrangements With Your Officers, Directors, Trustees, Employees, and Independent Contractors (Continued)

- b Describe any written or oral arrangements you made or intend to make.
- c Identify with whom you have or will have such arrangements.
- d Explain how the terms are or will be negotiated at arm's length.
- e Explain how you determine or will determine you pay no more than fair market value or that you are paid at least fair market value.
- f Attach a copy of any signed leases, contracts, loans, or other agreements relating to such arrangements.

Part VI Your Members and Other Individuals and Organizations That Receive Benefits From You

The following "Yes" or "No" questions relate to goods, services, and funds you provide to individuals and organizations as part of your activities. Your answers should pertain to *past, present, and planned* activities. (See instructions.)

- 1a In carrying out your exempt purposes, do you provide goods, services, or funds to individuals? If "Yes," describe each program that provides goods, services, or funds to individuals. Yes No
- b In carrying out your exempt purposes, do you provide goods, services, or funds to organizations? If "Yes," describe each program that provides goods, services, or funds to organizations. Yes No
- 2 Do any of your programs limit the provision of goods, services, or funds to a specific individual or group of specific individuals? For example, answer "Yes," if goods, services, or funds are provided only for a particular individual, your members, individuals who work for a particular employer, or graduates of a particular school. If "Yes," explain the limitation and how recipients are selected for each program. Yes No
- 3 Do any individuals who receive goods, services, or funds through your programs have a family or business relationship with any officer, director, trustee, or with any of your highest compensated employees or highest compensated independent contractors listed in Part V, lines 1a, 1b, and 1c? If "Yes," explain how these related individuals are eligible for goods, services, or funds. Yes No

Part VII Your History

The following "Yes" or "No" questions relate to your history. (See instructions.)

- 1 Are you a **successor** to another organization? Answer "Yes," if you have taken or will take over the activities of another organization; you took over 25% or more of the fair market value of the net assets of another organization; or you were established upon the conversion of an organization from for-profit to non-profit status. If "Yes," complete Schedule G. Yes No
- 2 Are you submitting this application more than 27 months after the end of the month in which you were legally formed? If "Yes," complete Schedule E. Yes No

Part VIII Your Specific Activities

The following "Yes" or "No" questions relate to specific activities that you may conduct. Check the appropriate box. Your answers should pertain to *past, present, and planned* activities. (See instructions.)

- 1 Do you support or oppose candidates in **political campaigns** in any way? If "Yes," explain. Yes No
- 2a Do you attempt to **influence legislation**? If "Yes," explain how you attempt to influence legislation and complete line 2b. If "No," go to line 3a. Yes No
- b Have you made or are you making an **election** to have your legislative activities measured by expenditures by filing Form 5768? If "Yes," attach a copy of the Form 5768 that was already filed or attach a completed Form 5768 that you are filing with this application. If "No," describe whether your attempts to influence legislation are a substantial part of your activities. Include the time and money spent on your attempts to influence legislation as compared to your total activities. Yes No
- 3a Do you or will you operate bingo or **gaming** activities? If "Yes," describe who conducts them, and list all revenue received or expected to be received and expenses paid or expected to be paid in operating these activities. **Revenue and expenses** should be provided for the time periods specified in Part IX, Financial Data. Yes No
- b Do you or will you enter into contracts or other agreements with individuals or organizations to conduct bingo or gaming for you? If "Yes," describe any written or oral arrangements that you made or intend to make, identify with whom you have or will have such arrangements, explain how the terms are or will be negotiated at arm's length, and explain how you determine or will determine you pay no more than fair market value or you will be paid at least fair market value. Attach copies or any written contracts or other agreements relating to such arrangements. Yes No
- c List the states and local jurisdictions, including Indian Reservations, in which you conduct or will conduct gaming or bingo.

Part VIII Your Specific Activities (Continued)

- 4a** Do you or will you undertake **fundraising**? If "Yes," check all the fundraising programs you do or will conduct. (See instructions.) **Yes** **No**
- | | |
|---|---|
| <input type="checkbox"/> mail solicitations | <input type="checkbox"/> phone solicitations |
| <input type="checkbox"/> email solicitations | <input type="checkbox"/> accept donations on your website |
| <input checked="" type="checkbox"/> personal solicitations | <input checked="" type="checkbox"/> receive donations from another organization's website |
| <input type="checkbox"/> vehicle, boat, plane, or similar donations | <input type="checkbox"/> government grant solicitations |
| <input type="checkbox"/> foundation grant solicitations | <input checked="" type="checkbox"/> Other |
- Attach a description of each fundraising program.
- b** Do you or will you have written or oral contracts with any individuals or organizations to raise funds for you? If "Yes," describe these activities. Include all revenue and expenses from these activities and state who conducts them. Revenue and expenses should be provided for the time periods specified in Part IX, Financial Data. Also, attach a copy of any contracts or agreements. **Yes** **No**
- c** Do you or will you engage in fundraising activities for other organizations? If "Yes," describe these arrangements. Include a description of the organizations for which you raise funds and attach copies of all contracts or agreements. **Yes** **No**
- d** List all states and local jurisdictions in which you conduct fundraising. For each state or local jurisdiction listed, specify whether you fundraise for your own organization, you fundraise for another organization, or another organization fundraises for you.
- e** Do you or will you maintain separate accounts for any contributor under which the contributor has the right to advise on the use or distribution of funds? Answer "Yes" if the donor may provide advice on the types of investments, distributions from the types of investments, or the distribution from the donor's contribution account. If "Yes," describe this program, including the type of advice that may be provided and submit copies of any written materials provided to donors. **Yes** **No**
-
- 5** Are you **affiliated** with a governmental unit? If "Yes," explain. **Yes** **No**
- 6a** Do you or will you engage in **economic development**? If "Yes," describe your program. **Yes** **No**
- b** Describe in full who benefits from your economic development activities and how the activities promote exempt purposes.
-
- 7a** Do or will persons other than your employees or volunteers **develop** your facilities? If "Yes," describe each facility, the role of the developer, and any business or family relationship(s) between the developer and your officers, directors, or trustees. **Yes** **No**
- b** Do or will persons other than your employees or volunteers **manage** your activities or facilities? If "Yes," describe each activity and facility, the role of the manager, and any business or family relationship(s) between the manager and your officers, directors, or trustees. **Yes** **No**
- c** If there is a business or family relationship between any manager or developer and your officers, directors, or trustees, identify the individuals, explain the relationship, describe how contracts are negotiated at arm's length so that you pay no more than fair market value, and submit a copy of any contracts or other agreements.
-
- 8** Do you or will you enter into **joint ventures**, including partnerships or **limited liability companies** treated as partnerships, in which you share profits and losses with partners other than section 501(c)(3) organizations? If "Yes," describe the activities of these joint ventures in which you participate. **Yes** **No**
-
- 9a** Are you applying for exemption as a childcare organization under section 501(k)? If "Yes," answer lines 9b through 9d. If "No," go to line 10. **Yes** **No**
- b** Do you provide child care so that parents or caretakers of children you care for can be **gainfully employed** (see instructions)? If "No," explain how you qualify as a childcare organization described in section 501(k). **Yes** **No**
- c** Of the children for whom you provide child care, are 85% or more of them cared for by you to enable their parents or caretakers to be gainfully employed (see instructions)? If "No," explain how you qualify as a childcare organization described in section 501(k). **Yes** **No**
- d** Are your services available to the general public? If "No," describe the specific group of people for whom your activities are available. Also, see the instructions and explain how you qualify as a childcare organization described in section 501(k). **Yes** **No**
-
- 10** Do you or will you publish, own, or have rights in music, literature, tapes, artworks, choreography, scientific discoveries, or other **intellectual property**? If "Yes," explain. Describe who owns or will own any copyrights, patents, or trademarks, whether fees are or will be charged, how the fees are determined, and how any items are or will be produced, distributed, and marketed. **Yes** **No**

Part VIII Your Specific Activities (Continued)

- 11** Do you or will you accept contributions of: real property; conservation easements; closely held securities; intellectual property such as patents, trademarks, and copyrights; works of music or art; licenses; royalties; automobiles, boats, planes, or other vehicles; or collectibles of any type? If "Yes," describe each type of contribution, any conditions imposed by the donor on the contribution, and any agreements with the donor regarding the contribution. Yes No
-
- 12a** Do you or will you operate in a **foreign country** or **countries**? If "Yes," answer lines 12b through 12d. If "No," go to line 13a. Yes No
- b** Name the foreign countries and regions within the countries in which you operate.
- c** Describe your operations in each country and region in which you operate.
- d** Describe how your operations in each country and region further your exempt purposes.
-
- 13a** Do you or will you make grants, loans, or other distributions to organization(s)? If "Yes," answer lines 13b through 13g. If "No," go to line 14a. Yes No
- b** Describe how your grants, loans, or other distributions to organizations further your exempt purposes.
- c** Do you have written contracts with each of these organizations? If "Yes," attach a copy of each contract. Yes No
- d** Identify each recipient organization and any **relationship** between you and the recipient organization.
- e** Describe the records you keep with respect to the grants, loans, or other distributions you make.
- f** Describe your selection process, including whether you do any of the following:
- (i)** Do you require an application form? If "Yes," attach a copy of the form. Yes No
- (ii)** Do you require a grant proposal? If "Yes," describe whether the grant proposal specifies your responsibilities and those of the grantee, obligates the grantee to use the grant funds only for the purposes for which the grant was made, provides for periodic written reports concerning the use of grant funds, requires a final written report and an accounting of how grant funds were used, and acknowledges your authority to withhold and/or recover grant funds in case such funds are, or appear to be, misused. Yes No
- g** Describe your procedures for oversight of distributions that assure you the resources are used to further your exempt purposes, including whether you require periodic and final reports on the use of resources.
-
- 14a** Do you or will you make grants, loans, or other distributions to foreign organizations? If "Yes," answer lines 14b through 14f. If "No," go to line 15. Yes No
- b** Provide the name of each foreign organization, the country and regions within a country in which each foreign organization operates, and describe any relationship you have with each foreign organization.
- c** Does any foreign organization listed in line 14b accept contributions earmarked for a specific country or specific organization? If "Yes," list all earmarked organizations or countries. Yes No
- d** Do your contributors know that you have ultimate authority to use contributions made to you at your discretion for purposes consistent with your exempt purposes? If "Yes," describe how you relay this information to contributors. Yes No
- e** Do you or will you make pre-grant inquiries about the recipient organization? If "Yes," describe these inquiries, including whether you inquire about the recipient's financial status, its tax-exempt status under the Internal Revenue Code, its ability to accomplish the purpose for which the resources are provided, and other relevant information. Yes No
- f** Do you or will you use any additional procedures to ensure that your distributions to foreign organizations are used in furtherance of your exempt purposes? If "Yes," describe these procedures, including site visits by your employees or compliance checks by impartial experts, to verify that grant funds are being used appropriately. Yes No

Part VIII Your Specific Activities (Continued)

- | | | | |
|----|--|---|--|
| 15 | Do you have a close connection with any organizations? If "Yes," explain. | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
| 16 | Are you applying for exemption as a cooperative hospital service organization under section 501(e)? If "Yes," explain. | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
| 17 | Are you applying for exemption as a cooperative service organization of operating educational organizations under section 501(f)? If "Yes," explain. | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
| 18 | Are you applying for exemption as a charitable risk pool under section 501(n)? If "Yes," explain. | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
| 19 | Do you or will you operate a school ? If "Yes," complete Schedule B. Answer "Yes," whether you operate a school as your main function or as a secondary activity. | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
| 20 | Is your main function to provide hospital or medical care ? If "Yes," complete Schedule C. | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
| 21 | Do you or will you provide low-income housing or housing for the elderly or handicapped ? If "Yes," complete Schedule F. | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
| 22 | Do you or will you provide scholarships, fellowships, educational loans, or other educational grants to individuals, including grants for travel, study, or other similar purposes? If "Yes," complete Schedule H. | <input checked="" type="checkbox"/> Yes | <input type="checkbox"/> No |

Note: Private foundations may use Schedule H to request advance approval of individual grant procedures.

Part IX Financial Data

For purposes of this schedule, years in existence refer to completed tax years. If in existence 4 or more years, complete the schedule for the most recent 4 tax years. If in existence more than 1 year but less than 4 years, complete the statements for each year in existence and provide projections of your likely revenues and expenses based on a reasonable and good faith estimate of your future finances for a total of 3 years of financial information. If in existence less than 1 year, provide projections of your likely revenues and expenses for the current year and the 2 following years, based on a reasonable and good faith estimate of your future finances for a total of 3 years of financial information. (See instructions.)

A. Statement of Revenues and Expenses

	Type of revenue or expense	Current tax year	3 prior tax years or 2 succeeding tax years			(e) Provide Total for (a) through (d)
		(a) From <u>9/21/05</u> To <u>6/30/06</u>	(b) From <u>1/1/06</u> To <u>6/30/07</u>	(c) From <u>1/1/07</u> To <u>6/30/08</u>	(d) From _____ To _____	
Revenues	1 Gifts, grants, and contributions received (do not include unusual grants)	42,000	43,000	44,500		129,500
	2 Membership fees received	0	0	0		0
	3 Gross investment income	250	250	300		800
	4 Net unrelated business income	0	0	0		0
	5 Taxes levied for your benefit	0	0	0		0
	6 Value of services or facilities furnished by a governmental unit without charge (not including the value of services generally furnished to the public without charge)	0	0	0		0
	7 Any revenue not otherwise listed above or in lines 9-12 below (attach an itemized list)	0	0	0		0
	8 Total of lines 1 through 7	42,250	43,250	44,800		130,300
Expenses	9 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to your exempt purposes (attach itemized list)	71,000	73,000	75,200		219,200
	10 Total of lines 8 and 9	113,250	116,250	120,000		349,500
	11 Net gain or loss on sale of capital assets (attach schedule and see instructions)	0	0	0		0
	12 Unusual grants	0	0	0		0
	13 Total Revenue Add lines 10 through 12	113,250	116,250	120,000		349,500
	14 Fundraising expenses	8,800	9,000	9,300		
	15 Contributions, gifts, grants, and similar amounts paid out (attach an itemized list)	54,600	56,000	57,900		
	16 Disbursements to or for the benefit of members (attach an itemized list)	0	0	0		
17 Compensation of officers, directors, and trustees	0	0	0			
18 Other salaries and wages	0	0	0			
19 Interest expense	0	0	0			
20 Occupancy (rent, utilities, etc.)	0	0	0			
21 Depreciation and depletion	0	0	0			
22 Professional fees	0	0	0			
23 Any expense not otherwise classified, such as program services (attach itemized list)	47,200	48,750	50,050			
24 Total Expenses Add lines 14 through 23	110,600	113,750	117,250			

Part IX Financial Data (Continued)

B. Balance Sheet (for your most recently completed tax year) Year End: **10/31/05**

Assets		(Whole dollars)
1	Cash	56,699.26
2	Accounts receivable, net	0
3	Inventories	0
4	Bonds and notes receivable (attach an itemized list)	0
5	Corporate stocks (attach an itemized list)	0
6	Loans receivable (attach an itemized list)	0
7	Other investments (attach an itemized list)	0
8	Depreciable and depletable assets (attach an itemized list)	0
9	Land	0
10	Other assets (attach an itemized list)	0
11	Total Assets (add lines 1 through 10)	56,699.26
Liabilities		
12	Accounts payable	0
13	Contributions, gifts, grants, etc. payable	0
14	Mortgages and notes payable (attach an itemized list)	0
15	Other liabilities (attach an itemized list)	0
16	Total Liabilities (add lines 12 through 15)	0
Fund Balances or Net Assets		
17	Total fund balances or net assets	56,699.26
18	Total Liabilities and Fund Balances or Net Assets (add lines 16 and 17)	56,699.26
19	Have there been any substantial changes in your assets or liabilities since the end of the period shown above? If "Yes," explain.	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No

Part X Public Charity Status

Part X is designed to classify you as an organization that is either a **private foundation** or a **public charity**. Public charity status is a more favorable tax status than private foundation status. If you are a private foundation, Part X is designed to further determine whether you are a **private operating foundation**. (See instructions.)

- 1a Are you a private foundation? If "Yes," go to line 1b. If "No," go to line 5 and proceed as instructed. If you are unsure, see the instructions. Yes No
- b As a private foundation, section 508(e) requires special provisions in your organizing document in addition to those that apply to all organizations described in section 501(c)(3). Check the box to confirm that your organizing document meets this requirement, whether by express provision or by reliance on operation of state law. Attach a statement that describes specifically where your organizing document meets this requirement, such as a reference to a particular article or section in your organizing document or by operation of state law. See the instructions, including Appendix B, for information about the special provisions that need to be contained in your organizing document. Go to line 2.
- 2 Are you a private operating foundation? To be a private operating foundation you must engage directly in the active conduct of charitable, religious, educational, and similar activities, as opposed to indirectly carrying out these activities by providing grants to individuals or other organizations. If "Yes," go to line 3. If "No," go to the signature section of Part XI. Yes No
- 3 Have you existed for one or more years? If "Yes," attach financial information showing that you are a private operating foundation; go to the signature section of Part XI. If "No," continue to line 4. Yes No
- 4 Have you attached either (1) an affidavit or opinion of counsel, (including a written affidavit or opinion from a certified public accountant or accounting firm with expertise regarding this tax law matter), that sets forth facts concerning your operations and support to demonstrate that you are likely to satisfy the requirements to be classified as a private operating foundation; or (2) a statement describing your proposed operations as a private operating foundation? Yes No
- 5 If you answered "No" to line 1a, indicate the type of public charity status you are requesting by checking one of the choices below. You may check only one box.
 The organization is not a private foundation because it is:
 - a 509(a)(1) and 170(b)(1)(A)(i)—a church or a convention or association of churches. Complete and attach Schedule A.
 - b 509(a)(1) and 170(b)(1)(A)(ii)—a **school**. Complete and attach Schedule B.
 - c 509(a)(1) and 170(b)(1)(A)(iii)—a **hospital**, a cooperative hospital service organization, or a medical research organization operated in conjunction with a hospital. Complete and attach Schedule C.
 - d 509(a)(3)—an organization supporting either one or more organizations described in line 5a through c, f, g, or h or a publicly supported section 501(c)(4), (5), or (6) organization. Complete and attach Schedule D.

Part X Public Charity Status (Continued)

- e 509(a)(4)—an organization organized and operated exclusively for testing for public safety.
- f 509(a)(1) and 170(b)(1)(A)(iv)—an organization operated for the benefit of a college or university that is owned or operated by a governmental unit.
- g 509(a)(1) and 170(b)(1)(A)(vi)—an organization that receives a substantial part of its financial support in the form of contributions from publicly supported organizations, from a governmental unit, or from the general public.
- h 509(a)(2)—an organization that normally receives not more than one-third of its financial support from gross investment income and receives more than one-third of its financial support from contributions, membership fees, and gross receipts from activities related to its exempt functions (subject to certain exceptions).
- i A publicly supported organization, but unsure if it is described in 5g or 5h. The organization would like the IRS to decide the correct status.

6 If you checked box g, h, or i in question 5 above, you must request either an **advance** or a **definitive ruling** by selecting one of the boxes below. Refer to the instructions to determine which type of ruling you are eligible to receive.

- a **Request for Advance Ruling:** By checking this box and signing the consent, pursuant to section 6501(c)(4) of the Code you request an advance ruling and agree to extend the statute of limitations on the assessment of excise tax under section 4940 of the Code. The tax will apply only if you do not establish public support status at the end of the 5-year advance ruling period. The assessment period will be extended for the 5 advance ruling years to 8 years, 4 months, and 15 days beyond the end of the first year. You have the right to refuse or limit the extension to a mutually agreed-upon period of time or issue(s). Publication 1035, *Extending the Tax Assessment Period*, provides a more detailed explanation of your rights and the consequences of the choices you make. You may obtain Publication 1035 free of charge from the IRS web site at www.irs.gov or by calling toll-free 1-800-829-3676. Signing this consent will not deprive you of any appeal rights to which you would otherwise be entitled. If you decide not to extend the statute of limitations, you are not eligible for an advance ruling.

Consent Fixing Period of Limitations Upon Assessment of Tax Under Section 4940 of the Internal Revenue Code

For Organization

(Signature of Officer, Director, Trustee, or other authorized official)

James P. Badhorn

(Type or print name of signer)

(Date)

President

(Type or print title or authority of signer)

For Director, Exempt Organizations

By

Date

- b **Request for Definitive Ruling:** Check this box if you have completed one tax year of at least 8 full months and you are requesting a definitive ruling. To confirm your public support status, answer line 6b(i) if you checked box g in line 5 above. Answer line 6b(ii) if you checked box h in line 5 above. If you checked box i in line 5 above, answer both lines 6b(i) and (ii).

(i) (a) Enter 2% of line 8, column (e) on Part IX-A. Statement of Revenues and Expenses. _____

(b) Attach a list showing the name and amount contributed by each person, company, or organization whose gifts totaled more than the 2% amount. If the answer is "None," check this box.

(ii) (a) For each year amounts are included on lines 1, 2, and 9 of Part IX-A. Statement of Revenues and Expenses, attach a list showing the name of and amount received from each **disqualified person**. If the answer is "None," check this box.

(b) For each year amounts are included on line 9 of Part IX-A. Statement of Revenues and Expenses, attach a list showing the name of and amount received from each payer, other than a disqualified person, whose payments were more than the larger of (1) 1% of line 10, Part IX-A. Statement of Revenues and Expenses, or (2) \$5,000. If the answer is "None," check this box.

- 7 Did you receive any unusual grants during any of the years shown on Part IX-A. Statement of Revenues and Expenses? If "Yes," attach a list including the name of the contributor, the date and amount of the grant, a brief description of the grant, and explain why it is unusual. Yes No

Part XI User Fee Information

You must include a user fee payment with this application. It will not be processed without your paid user fee. If your average annual gross receipts have exceeded or will exceed \$10,000 annually over a 4-year period, you must submit payment of \$500. If your gross receipts have not exceeded or will not exceed \$10,000 annually over a 4-year period, the required user fee payment is \$150. See instructions for Part XI, for a definition of **gross receipts** over a 4-year period. Your check or money order must be made payable to the United States Treasury. *User fees are subject to change. Check our website at www.irs.gov and type "User Fee" in the keyword box, or call Customer Account Services at 1-877-829-5500 for current information.*

- 1 Have your annual gross receipts averaged or are they expected to average not more than \$10,000? Yes No
 If "Yes," check the box on line 2 and enclose a user fee payment of \$150 (Subject to change—see above).
 If "No," check the box on line 3 and enclose a user fee payment of \$500 (Subject to change—see above).
- 2 Check the box if you have enclosed the reduced user fee payment of \$150 (Subject to change).
- 3 Check the box if you have enclosed the user fee payment of \$500 (Subject to change).

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

Please Sign Here

(Signature of Officer, Director, Trustee, or other authorized official)

James P. Badhorn

(Type or print name of signer)

(Date)

President

(Type or print title or authority of signer)

Reminder: Send the completed Form 1023 Checklist with your filled-in-application.

Schedule G. Successors to Other Organizations

1a Are you a **successor** to a **for-profit organization**? If "Yes," explain the relationship with the **predecessor** organization that resulted in your creation and complete line 1b. Yes No

b Explain why you took over the activities or assets of a for-profit organization or converted from for-profit to nonprofit status.

2a Are you a successor to an organization other than a for-profit organization? Answer "Yes" if you have taken or will take over the activities of another organization; or you have taken or will take over 25% or more of the fair market value of the net assets of another organization. If "Yes," explain the relationship with the other organization that resulted in your creation. Yes No

b Provide the tax status of the predecessor organization.

c Did you or did an organization to which you are a successor previously apply for tax exemption under section 501(c)(3) or any other section of the Code? If "Yes," explain how the application was resolved. Yes No

d Was your prior tax exemption or the tax exemption of an organization to which you are a successor revoked or suspended? If "Yes," explain. Include a description of the corrections you made to re-establish tax exemption. Yes No

e Explain why you took over the activities or assets of another organization.

3 Provide the name, last address, and EIN of the predecessor organization and describe its activities.

Name: **Troy High School Boosters Club**

EIN: **35 - 2252618**

Address: **4777 Northfield Parkwav, Troy, MI 48098-4497**

4 List the owners, partners, principal stockholders, officers, and governing board members of the predecessor organization. Attach a separate sheet if additional space is needed.

Name	Address	Share/Interest (If a for-profit)
See answer to Form 1023, Part V,		
Question 1a		

5 Do or will any of the persons listed in line 4, maintain a working relationship with you? If "Yes," describe the relationship in detail and include copies of any agreements with any of these persons or with any for-profit organizations in which these persons own more than a 35% interest. Yes No

6a Were any assets transferred, whether by gift or sale, from the predecessor organization to you? If "Yes," provide a list of assets, indicate the value of each asset, explain how the value was determined, and attach an appraisal, if available. For each asset listed, also explain if the transfer was by gift, sale, or combination thereof. Yes No

b Were any restrictions placed on the use or sale of the assets? If "Yes," explain the restrictions. Yes No

c Provide a copy of the agreement(s) of sale or transfer.

7 Were any debts or liabilities transferred from the predecessor for-profit organization to you? If "Yes," provide a list of the debts or liabilities that were transferred to you, indicating the amount of each, how the amount was determined, and the name of the person to whom the debt or liability is owed. Yes No

8 Will you lease or rent any property or equipment previously owned or used by the predecessor for-profit organization, or from persons listed in line 4, or from for-profit organizations in which these persons own more than a 35% interest? If "Yes," submit a copy of the lease or rental agreement(s). Indicate how the lease or rental value of the property or equipment was determined. Yes No

9 Will you lease or rent property or equipment to persons listed in line 4, or to for-profit organizations in which these persons own more than a 35% interest? If "Yes," attach a list of the property or equipment, provide a copy of the lease or rental agreement(s), and indicate how the lease or rental value of the property or equipment was determined. Yes No

Schedule H. Organizations Providing Scholarships, Fellowships, Educational Loans, or Other Educational Grants to Individuals and Private Foundations Requesting Advance Approval of Individual Grant Procedures

Section I. Names of individual recipients are not required to be listed in Schedule H.

Public charities and private foundations complete lines 1a through 7 of this section. See the instructions to Part X if you are not sure whether you are a public charity or a private foundation.

- 1a Describe the types of educational grants you provide to individuals, such as scholarships, fellowships, loans, etc.
- b Describe the purpose and amount of your scholarships, fellowships, and other educational grants and loans that you award.
- c If you award educational loans, explain the terms of the loans (interest rate, length, forgiveness, etc.).
- d Specify how your program is publicized.
- e Provide copies of any solicitation or announcement materials.
- f Provide a sample copy of the application used.
- 2 Do you maintain case histories showing recipients of your scholarships, fellowships, educational loans, or other educational grants, including names, addresses, purposes of awards, amount of each grant, manner of selection, and relationship (if any) to officers, trustees, or donors of funds to you? If "No," refer to the instructions. Yes No
- 3 Describe the specific criteria you use to determine who is eligible for your program. (For example, eligibility selection criteria could consist of graduating high school students from a particular high school who will attend college, writers of scholarly works about American history, etc.)
- 4a Describe the specific criteria you use to select recipients. (For example, specific selection criteria could consist of prior academic performance, financial need, etc.)
- b Describe how you determine the number of grants that will be made annually.
- c Describe how you determine the amount of each of your grants.
- d Describe any requirement or condition that you impose on recipients to obtain, maintain, or qualify for renewal of a grant. (For example, specific requirements or conditions could consist of attendance at a four-year college, maintaining a certain grade point average, teaching in public school after graduation from college, etc.)
- 5 Describe your procedures for supervising the scholarships, fellowships, educational loans, or other educational grants. Describe whether you obtain reports and grade transcripts from recipients, or you pay grants directly to a school under an arrangement whereby the school will apply the grant funds only for enrolled students who are in good standing. Also, describe your procedures for taking action if the terms of the award are violated.
- 6 Who is on the selection committee for the awards made under your program, including names of current committee members, criteria for committee membership, and the method of replacing committee members?
- 7 Are relatives of members of the selection committee, or of your officers, directors, or **substantial contributors** eligible for awards made under your program? If "Yes," what measures are taken to ensure unbiased selections? Yes No
- Note.** If you are a private foundation, you are not permitted to provide educational grants to **disqualified persons**. Disqualified persons include your substantial contributors and foundation managers and certain family members of disqualified persons.

Section II. Private foundations complete lines 1a through 4f of this section. Public charities do not complete this section.

- 1a If we determine that you are a private foundation, do you want this application to be considered as a request for advance approval of grant making procedures? Yes No N/A
- b For which section(s) do you wish to be considered?
- 4945(g)(1)—Scholarship or fellowship grant to an individual for study at an educational institution
 - 4945(g)(3)—Other grants, including loans, to an individual for travel, study, or other similar purposes, to enhance a particular skill of the grantee or to produce a specific product
- 2 Do you represent that you will (1) arrange to receive and review grantee reports annually and upon completion of the purpose for which the grant was awarded, (2) investigate diversions of funds from their intended purposes, and (3) take all reasonable and appropriate steps to recover diverted funds, ensure other grant funds held by a grantee are used for their intended purposes, and withhold further payments to grantees until you obtain grantees' assurances that future diversions will not occur and that grantees will take extraordinary precautions to prevent future diversions from occurring? Yes No
- 3 Do you represent that you will maintain all records relating to individual grants, including information obtained to evaluate grantees, identify whether a grantee is a disqualified person, establish the amount and purpose of each grant, and establish that you undertook the supervision and investigation of grants described in line 2? Yes No

Schedule H. Organizations Providing Scholarships, Fellowships, Educational Loans, or Other Educational Grants to Individuals and Private Foundations Requesting Advance Approval of Individual Grant Procedures
(Continued)

Section II Private foundations complete lines 1a through 4f of this section. Public charities do not complete this section. (Continued)

- 4a** Do you or will you award scholarships, fellowships, and educational loans to attend an educational institution based on the status of an individual being an *employee of a particular employer*? If "Yes," complete lines 4b through 4f. Yes No
- b** Will you comply with the seven conditions and either the percentage tests or facts and circumstances test for scholarships, fellowships, and educational loans to attend an educational institution as set forth in Revenue Procedures 76-47, 1976-2 C.B. 670, and 80-39, 1980-2 C.B. 772, which apply to inducement, selection committee, eligibility requirements, objective basis of selection, employment, course of study, and other objectives? (See lines 4c, 4d, and 4e, regarding the percentage tests.) Yes No
- c** Do you or will you provide scholarships, fellowships, or educational loans to attend an educational institution to employees of a particular employer? Yes No N/A
 If "Yes," will you award grants to 10% or fewer of the eligible applicants who were actually considered by the selection committee in selecting recipients of grants in that year as provided by Revenue Procedures 76-47 and 80-39? Yes No
- d** Do you provide scholarships, fellowships, or educational loans to attend an educational institution to children of employees of a particular employer? Yes No N/A
 If "Yes," will you award grants to 25% or fewer of the eligible applicants who were actually considered by the selection committee in selecting recipients of grants in that year as provided by Revenue Procedures 76-47 and 80-39? If "No," go to line 4e. Yes No
- e** If you provide scholarships, fellowships, or educational loans to attend an educational institution to children of employees of a particular employer, will you award grants to 10% or fewer of the number of employees' children who can be shown to be eligible for grants (whether or not they submitted an application) in that year, as provided by Revenue Procedures 76-47 and 80-39? Yes No N/A
 If "Yes," describe how you will determine who can be shown to be eligible for grants without submitting an application, such as by obtaining written statements or other information about the expectations of employees' children to attend an educational institution. If "No," go to line 4f.
- Note.** Statistical or sampling techniques are not acceptable. See Revenue Procedure 85-51, 1985-2 C.B. 717, for additional information.
- f** If you provide scholarships, fellowships, or educational loans to attend an educational institution to *children of employees of a particular employer* without regard to either the 25% limitation described in line 4d, or the 10% limitation described in line 4e, will you award grants based on facts and circumstances that demonstrate that the grants will not be considered compensation for past, present, or future services or otherwise provide a significant benefit to the particular employer? If "Yes," describe the facts and circumstances that you believe will demonstrate that the grants are neither compensatory nor a significant benefit to the particular employer. In your explanation, describe why you cannot satisfy either the 25% test described in line 4d or the 10% test described in line 4e. Yes No

Michigan Department of Labor & Economic Growth

Filing Endorsement

This is to Certify that the ARTICLES OF INCORPORATION - NONPROFIT

for

TROY HIGH SCHOOL BOOSTERS CLUB

ID NUMBER: 795809

received by facsimile transmission on September 20, 2005 is hereby endorsed filed on September 21, 2005 by the Administrator. The document is effective on the date filed, unless a subsequent effective date within 90 days after received date is stated in the document.



In testimony whereof, I have hereunto set my hand and affixed the Seal of the Department, in the City of Lansing, this 21st day of September, 2005.

, Director

Bureau of Commercial Services

**MICHIGAN DEPARTMENT OF LABOR & ECONOMIC GROWTH
BUREAU OF COMMERCIAL SERVICES**

Date Received	(FOR BUREAU USE ONLY)
	This document is effective on the date filed, unless a subsequent effective date within 90 days after received date is stated in the document.
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City State Zip Code	

Document will be returned to the name and address you enter above. If left blank document will be mailed to the registered office.

ARTICLES OF INCORPORATION
For use by Domestic Nonprofit Corporations
 (Please read information and instructions on the last page)

Pursuant to the provisions of Act 162, Public Acts of 1982, the undersigned corporation executes the following Articles:

ARTICLE I

The name of the corporation is: Troy High School Boosters Club

ARTICLE II

The purpose or purposes for which the corporation is organized are:
 See attachment

ARTICLE III

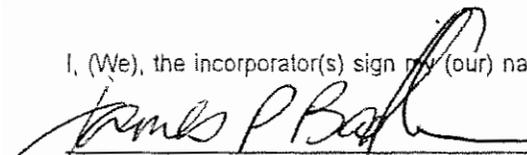
1. The corporation is organized upon a nonstock basis.
(Stock or Nonstock)

2. If organized on a stock basis, the total number of shares which the corporation has authority to issue is _____ . If the shares are, or are to be, divided into classes, the designation of each class, the number of shares in each class, and the relative rights, preferences and limitations of the shares of each class are as follows:

Use space below for additional Articles or for continuation of previous Articles. Please identify any Article being continued or added. Attach additional pages if needed.

See attachment

I, (We), the incorporator(s) sign my (our) name(s) this 12 day of September, 2005



JAMES P. BADORN

Lisa Vitale

Lisa Vitale

Cynthia Lanzetta

Cynthia Lanzetta

M. T. Bath

Michael Tegatti

Troy High School Boosters Club

Bylaws

As revised through September 28, 2005

Article I Board of Directors

Section 1. Powers. The affairs and property of the corporation shall be managed by a Board of Directors (hereafter Board) whose size shall be determined by the Board but shall not be fewer than 17 directors, serving one-year terms. In addition, the Troy High School principal and faculty representative shall be nonvoting members of the Board, but shall not be counted in determining the presence of a quorum. Subject to any limits in the Articles of Incorporation and these bylaws, the Board may exercise all powers of the corporation, including but not limited to those provided under Section 261(1) of 1982 Public Act 162, the Michigan Nonprofit Corporation Act, as amended (MCL 450.2261(1)). All persons at least 18 years old who are interested in Troy High School, wish to support or participate in the work of the organization, and have paid dues set by the Board shall be regarded as members of the organization, but shall have no vote in selecting directors or making decision.

Section 2. Election. The initial Board shall consist of the persons serving on the Board of the predecessor unincorporated association immediately preceding its incorporation, and until the next annual meeting of the Board they shall hold the same positions as before incorporation. Prior to each annual meeting, a nominating committee shall poll incumbent directors to determine their desire for continued service and shall evaluate whether they have attended at least six meetings during the preceding year and have otherwise performed satisfactorily, and at least one month before the annual meeting it shall recommend to the Board a slate of incumbents and nonincumbents based on their enthusiasm, innovation, commitment to the organization's goals, and representativeness of the community. The nominating committee shall also recommend eligible persons to serve in each office. The Nominating Committee's recommendations shall be reviewed by the Executive Committee, which may submit its own recommendations, but no recommendations shall be binding on the Board. At the annual meeting, the Board shall elect directors for the following year, who shall take office at the end of the meeting. Except as otherwise provided in Article I, Section 1, no one shall serve as a director or officer of the organization while a paid employee of Troy High School.

Section 3. Removal and Replacement. By majority vote, the Board may declare vacant the position of a director who has been absent without reasonable cause from three consecutive meetings, after giving the director at least 10 days written notice of its intent to do so. A director may be removed from office for any other cause or without cause by a two-thirds vote of the remaining directors then in office, provided the Board has given the director written notice of the intent to remove at least 10 days before the meeting at which removal is voted upon. If a position is vacated by death, resignation, removal, or inability to serve, a successor

director shall be selected by a majority of the remaining directors, even if less than a quorum, and shall serve until the next annual meeting.

Section 4. Meetings. The Board shall hold an annual meeting each June, or as soon thereafter as is practicable, at a time and place it determines, at which directors and officers shall be selected and a financial report for the preceding fiscal year shall be presented. It shall also hold regular monthly meetings, unless otherwise decided by the Board, at times and places it determines. Each director shall receive notice at least 10 days before each annual and regular meeting of the time, place, and proposed agenda. A special meeting shall be held on the call of the President or any three directors, with not less than 24 hours advance notice to each director of the time, place, and purpose; a special meeting shall act only on matters included in the notice. A decision may be made in a meeting in which some or all directors participate by a conference telephone or similar communications equipment by which all persons participating in the meeting may hear each other, provided that all participants are advised of the use of communications equipment and the names of the participants in the conference are divulged to all participants; such participation constitutes presence in person at the meeting. In addition, any action required to be taken at a meeting of the Board may be taken without a meeting if a written consent stating the action is signed by all directors entitled to vote. All meetings except those held entirely by conference telephone or similar communications equipment shall be open to the general members and shall be publicized to them.

Section 5. Conduct of Meetings. Except as otherwise provided in the Articles of Incorporation or these bylaws, all decisions of the Board shall be made at a meeting attended by a quorum. A quorum shall consist of one-half of the directors then in office. No director may cast a vote by proxy. No director shall vote on a matter that could create a personal conflict of interests unless the nature of the possible conflict has been disclosed to the Board and the other members present by a majority vote permit the member to vote. Meetings may be conducted informally, but unless otherwise provided in the Articles of Incorporation or these bylaws, any procedural disputes shall be resolved by reference to the current edition of Robert's Rules of Order.

Section 6. Committees. The Board may create such committees as it requires and may delegate to them any of its powers, subject to the Board's power to review and revise committee decisions. Unless otherwise determined by the Board, the President may appoint the members and designate the chairperson of each committee.

Article II Officers and Executive Committee

Section 1. Offices. At the annual meeting or as soon thereafter as practicable, and at any other time when necessary to fill a vacancy, the officers of the organization shall be selected by the Board from among its members, for terms of one year or until their successors take office. They shall consist of a President, a Vice President, a Secretary, and a Treasurer. No individual shall serve more than two consecutive terms in the same office.

Section 2. Duties. The officers shall perform the duties normally associated with their offices except as otherwise provided in these bylaws and shall perform such additional duties as

are determined by the Board. The President shall preside at all meetings of the Board and of the Executive Committee. If the President is unable to preside, the Vice President shall preside, and if the Vice President is unable to preside, those present shall select a person to preside. During any period of absence or disability of the President, the Vice President shall perform the duties and exercise the powers of the President. The Treasurer shall manage all funds pursuant to policies adopted by the Board and as provided in Article III. The Secretary shall send meeting notices, keep records of meeting attendance, and create minutes of meetings of the Board and Executive Committee.

Section 3. Executive Committee. The four officers shall constitute an Executive Committee. The Executive Committee may exercise any powers of the Board between meetings of the Board, unless otherwise provided by law or in the Articles of Incorporation or these bylaws or a resolution of the Board, except that the Executive Committee cannot amend the Articles of Incorporation or these bylaws and cannot reverse a decision previously made by the Board. Except as otherwise provided in these bylaws, all decisions of the Executive Committee shall be made at a meeting attended by a quorum consisting of a majority of its members. A decision may be made in a meeting in which some or all Executive Committee members participate by a conference telephone or similar communications equipment by which all persons participating in the meeting may hear each other, provided that all participants are advised of the use of communications equipment and the names of the participants in the conference are divulged to all participants; such participation constitutes presence in person at the meeting. In addition, action may be taken without a meeting if a written consent stating the action is signed by all Executive Committee members. No Executive Committee member may cast a vote by proxy. No Executive Committee member shall vote on a matter that could create a personal conflict of interests unless the nature of the possible conflict has been disclosed to the Executive Committee and the other members present by a majority vote permit the member to vote.

Article III Finance

Section 1. Acceptance of Funds. Gifts, grants, donations, bequests, and other funds and property may be accepted from any source in conformity with policies adopted by the Board.

Section 2. Depository Accounts. All funds of the organization shall be placed in such depository or investment accounts as the Board may designate. Checks must be signed by persons authorized as signers by the Board. Funds shall be expended only for purposes authorized by the Board or in policies approved by the Board.

Section 3. Management of Funds. The Treasurer shall be the principal custodian of all funds, shall see that accurate books of account are maintained, shall ensure compliance with government tax, reporting, and other requirements, and shall provide the Board with financial reports and statements as needed. All financial records shall be open to inspection by any voting or nonvoting member of the Board.

Section 4. Payments to Directors and Officers. There shall be no compensation for serving as an officer or director, but officers and directors may be compensated for other services to the organization and reimbursed for expenses incurred on its behalf.

Section 5. Fiscal year. The financial records and reports of the organization shall be based on a fiscal year ending June 30.

**Article IV
Indemnification**

Section 1. Indemnification. To the extent permitted by law, the corporation shall pay or reimburse expenses and liabilities incurred by its officers and directors as a result of actual or threatened legal or administrative proceedings related to their service to the corporation, provided they acted in good faith in the matters giving rise to the proceedings, reasonably believed their actions to be in the best interests of the corporation, and did not knowingly violate the law, and further provided they have given prompt notice of the matters to the corporation and have given it the opportunity to provide legal counsel and to participate in resolution of the matters. Expenses and liabilities include, but are not limited to, costs of legal counsel reasonably incurred or imposed as a result of actual or threatened proceedings, judgments and fines, and settlements reasonably entered into, regardless of whether the officer, director, or employee is still serving the corporation in that capacity at the time the expenses or liabilities are incurred.

**Article V
Amendment of Articles of Incorporation or Bylaws**

Section 1. Amendment. The Articles of Incorporation or these bylaws may be amended at any regular or special meeting by vote of a majority of the directors then in office, provided the amendment has been submitted in writing to all Board members at least 10 days before the meeting.

Attachment to Articles of Incorporation

Troy High School Boosters Club

Article II. The purpose or purposes for which the corporation is organized are: To support the education and development of students through such means as providing needed financial and volunteer assistance to the educational programs and extracurricular and athletic activities of Troy High School, encouraging involvement of parents and other interested adults in advancing student development, awarding scholarships to encourage education beyond the secondary level, and raising funds needed to support the organization's work.

The corporation is organized exclusively for charitable, religious, educational, and scientific purposes, including, for such purposes, the making of distributions to organizations that qualify as exempt organizations under section 501(c)(3) of the Internal Revenue Code or corresponding section of any future federal tax code.

Article VI.

Section 1. Nonprofit operation. No part of the earnings of the corporation shall inure to the benefit of or be distributable to its members, trustees, officers, or other private persons, except that the corporation shall be authorized and empowered to pay reasonable compensation for services rendered and to make payments and distributions in furtherance of its purposes. No substantial part of the activities of the corporation shall be the carrying on of propaganda or otherwise attempting to influence legislation, except as may be elected under provisions of the Internal Revenue Code, and the corporation shall not participate in or intervene in (including the publishing or distribution of statements) any political campaign on behalf of or in opposition to any candidate for public office. Notwithstanding any other provision of these articles, the corporation shall not carry on any other activities not permitted to be carried on by a corporation exempt from federal income tax under section 501(c)(3) of the Internal Revenue Code or corresponding section of any future federal tax code.

Section 2. Dissolution. Upon the dissolution of the corporation, any remaining unencumbered assets shall be distributed by the corporation to any nonprofit organization or organizations exempt from federal income tax under section 501(c)(3) of the Internal Revenue Code, or corresponding section of any future federal tax code, or shall be distributed to the federal government, or to a state or local government, for a public purpose. Any such assets not so disposed of by the corporation shall be so disposed of by the Circuit Court or any other court of the State of Michigan that has jurisdiction in the place where the principal office of the corporation is then located.

Section 3. Directors' and officers' and volunteers' liability. The personal liability of volunteer directors and officers of the corporation is eliminated to the fullest extent permitted by the provisions of Section 209(c) and (d) of the Michigan Nonprofit Corporation Act, as amended and supplemented and the personal liability of nondirector volunteers of the corporation is eliminated to the fullest extent permitted by

the provisions of Section 209(e) of the Michigan Nonprofit Corporation Act, as amended and supplemented. To the fullest extent permitted by law, the corporation assumes all liability to any person other than the corporation or its members for all acts or omissions of a volunteer director or officer or of a nondirector volunteer incurred in the good faith performance of duties as a director or officer or volunteer occurring on or after the date this Article is adopted by the corporation. If the Michigan Nonprofit Corporation Act is amended after adoption of this Article to authorize corporate action further eliminating or limiting the personal liability of volunteer directors and officers or of nondirector volunteers, then the liability of a director or officer or volunteer of the corporation shall be eliminated or limited to the fullest extent permitted by the Michigan Nonprofit Corporation Act as so amended. Any repeal or modification of this Article shall not adversely affect any right or protection of a volunteer director or officer or of a nondirector volunteer of the corporation pursuant to this Article existing at the time of any acts or omissions occurring before the effective date of the repeal or modification.

Section 4. **Nondiscrimination.** The corporation shall not discriminate against any person on the basis of age, race, color, sex, religion, physical handicap, national origin, or any other basis provided in federal, state, or local law, regarding any service performed by or for the corporation.

Attachments to IRS Form 1023

Part I, Question 8 – Consultant

The Troy High School Boosters Club (hereafter, the Club) received advice and assistance in preparing its corporate documents, applying for its Employer Identification Number, and preparing Form 1023 and related materials from Joseph S. Tuchinsky, Community Consulting Associates, 259 Clarendon Road, East Lansing, MI 48823-2616 (Preparer Number 00007569). The Club has agreed to pay this consultant at the rate of \$70 per hour (plus incidental expenses) for his professional services (the total amount is expected to be between \$1,400 and \$1,700, but the exact cost will not be determined until his services are completed). Because he is an unenrolled return preparer and consultant, and does not belong to one of the categories that can serve as a representative authorized by IRS Form 2848, we are submitting Form 8821 to authorize him to have access to our information. We have confidence in his knowledge and skills and, if allowed by IRS, would authorize him to represent us in any matters related to our qualification for 501(c)(3) tax exemption.

Part IV – Narrative Description of Activities

The Troy High School Boosters Club exists to raise funds and use them to provide financial support for student academics, athletics, and activities not funded through the regular school budget, and to provide merit-based scholarships to graduating seniors of Troy High School.

The Club was begun in 1972 as an unincorporated association of parents and other community volunteers interested in enhancing the educational experience of students at Troy High School, a public high school serving nearly 2,000 students in Troy, Michigan, a suburban community north of Detroit. In 2005, the Club decided to formalize its structure by becoming a Michigan nonprofit corporation and applying for 501(c)(3) tax exemption so that it can qualify for larger donations and grants to expand its work. The initial unincorporated association was a parental-

volunteer program of the school operating informally within its governmental status, and therefore there was no "organization" for the new corporation to be a "successor" to; nonetheless, we have completed and attached Schedule G to this application because we wish to provide IRS with all potentially relevant information.

The Club's principal activities are engaging volunteers in performing needed services and raising money which the Club donates (1) to the high school to meet educational needs not within the school's budgetary limitations, (2) to recognized student organizations and activities to fund their projects, and (3) to high-performing graduating seniors in the form of small scholarship awards to encourage their continued education.

All of its services to the high school and its students are performed by unpaid volunteers, and consist primarily of the following activities:

1. **Operating concession sales, 50% of total activity.** This is a service the school itself would have to provide if the Club's volunteers were not available to do it. Club volunteers purchase food as well as clothing and souvenir items to be sold at concession stands and carts that they staff, as a convenience to stadium spectators at all of Troy High School's fall and spring outdoor sports events and at other events when requested, with the net proceeds used entirely to benefit the school and its students.
2. **Grants to Troy High School and its student organizations, 30% of total activity.** The Club annually provides numerous grants ranging in size from \$125 to \$5,000 to support requests from the high school for items that cannot be paid for by its limited budgets, such as enhancements to school facilities and fees to send students and faculty to organizational conventions and competitions, and in response to requests to support the activities of recognized student organizations. For details, see the answers to Part VIII, Questions 13a through 13g.
3. **Scholarships to graduating seniors, 10% of total activity.** Several categories of scholarships of \$400 each are awarded, some on the basis of selections by high school staff and others selected using a merit point system based on applications by graduating seniors. See details in the answers to Schedule H.
4. **Additional services to the high school and community, 10% of total activity.** Among other miscellaneous community-service activities, the Club sponsors an annual appreciation breakfast for teachers, administrators, and staff in recognition of their service to the Troy High School community; holds an annual end-of-year Senior Picnic for graduating seniors; and recruits volunteers to staff food concessions for the community's Hand & Eye Craft Show sponsored by the Troy Historical Society at the high school (it also makes a small number of non-school donations to nonprofit community organizations, included in Enclosure C, which lists grants during the most recent academic year).

Part V. Question 1a – Officers and Directors

The following persons currently serve as members of the board of directors, and in the offices listed in parentheses after their names.

Denise Alexanian, 4777 North field Parkway, Troy, MI 48098-4497
James Badhorn (President), 4777 North field Parkway, Troy, MI 48098-4497
Chris Christopher, 4777 North field Parkway, Troy, MI 48098-4497
Laurie Cline, 4777 North field Parkway, Troy, MI 48098-4497
Carol Cooper, 4777 North field Parkway, Troy, MI 48098-4497
Daniel DiCosmo, 4777 North field Parkway, Troy, MI 48098-4497
Laura Drews, 4777 North field Parkway, Troy, MI 48098-4497
Laurie Emerling, 4777 North field Parkway, Troy, MI 48098-4497
Michael Farley, 4777 North field Parkway, Troy, MI 48098-4497
Ben Henson, 4777 North field Parkway, Troy, MI 48098-4497
Nancy Hingst, 4777 North field Parkway, Troy, MI 48098-4497
Lynn Hipp, 4777 North field Parkway, Troy, MI 48098-4497
Diane Johnson, 4777 North field Parkway, Troy, MI 48098-4497
Linda King, 4777 North field Parkway, Troy, MI 48098-4497
Cynthia Lanzen (Secretary), 4777 North field Parkway, Troy, MI 48098-4497
Kelly Lawson, 4777 North field Parkway, Troy, MI 48098-4497
Bethany Mosshart, 4777 North field Parkway, Troy, MI 48098-4497
Jocelyn Robinson, 4777 North field Parkway, Troy, MI 48098-4497
Thomas Schupra, 4777 North field Parkway, Troy, MI 48098-4497
Kathleen Steinberger, 4777 North field Parkway, Troy, MI 48098-4497
Michael Tepatti (Treasurer), 4777 North field Parkway, Troy, MI 48098-4497
Florence Ternes, 4777 North field Parkway, Troy, MI 48098-4497
Nancy Thoenes, 4777 North field Parkway, Troy, MI 48098-4497
Lisa Vitale (Vice President), 4777 North field Parkway, Troy, MI 48098-4497
Terry Wendzinski, 4777 North field Parkway, Troy, MI 48098-4497

None of the persons listed above receive or are expected to receive any form of compensation for serving as an officer or director, and none are employed by the Club.

Part V. Question 3a – Directors' and Officers' Qualifications, Hours, and Duties

The persons listed in the answer to Part V, Question 1a, above, devote an average of seven hours per month to their service as directors and officers of the Club, which consists of participating in planning and policymaking meetings of the board of directors as well as informally conferring with each other as unpaid volunteer leaders of the organization and participating in the Club's work. The four principal officers, President, Vice President, Secretary, and Treasurer, also perform the duties normally associated with their offices and therefore they and the committee chairpersons devote additional unpaid volunteer time, averaging twelve hours per month. All

directors and officers are parents of students at Troy High School or members of the community, all of whom share an interest in the quality of education provided by Troy High School and a desire through their contributions and volunteer work to sustain and improve the educational opportunities it provides. Enclosure D briefly summarizes the individual qualifications of all directors and officers, including their educational attainments, professions or occupations, and volunteer activities.

Part V, Question 4 – Basis for Compensation

None of the officers and directors listed above in the answer to Part V, Question 1a, will be compensated in any way for their services to the organization, and the organization has no paid employees or independent contractors who receive or are expected to receive more than \$50,000 per year. All of the organization's work is performed by unpaid volunteers. Therefore, subquestions 4a through 4g have been answered with the practices the organization would expect to follow if at any future time it employed staff or engaged contractors who met the definitions used in Part V.

Part V, Question 5b and 5c – Conflict of Interest

This all-volunteer organization considers itself too small to need the two pages of elaborate procedures suggested in Appendix A to the instructions for Form 1023. It believes it has ample provision for precluding conflict of interest in the setting of compensation or awarding of contracts: None of the members of its Board of Directors is or will be compensated in any way for this service (see Bylaws, Article III, Section 4, in Enclosure B), and any director or officer who has a potential conflict of interest is required to disclose it to the Board or Executive Committee and to refrain from voting on the matter in question unless the other directors determine that no conflict exists (see Bylaws, Article I, Section 5, and Article II, Section 3). The organization has no compensated or contractual staff, but if it employed staff in the future it would assure that they are not voting members of the board of directors.

Part VI, Question 1a – Programs Benefitting Individuals

The Club has a scholarship awards program, described in Schedule H.

Part VI, Question 1b – Programs Benefitting Organizations

As part of its program, the Club awards small grants to Troy High School to supplement funding for specific activities and programs not adequately supported by the high school's budget. These grants are awarded by the Board based on requests from appropriate representatives of the school's administration. The Club also awards small grants to fund specific activities and

services of the high school's recognized student organizations and activities, based on written applications from student groups, approval by an appropriate high school administrator, and a vote of the Club Board (it also makes a few small grants to other nonprofit community organizations – as explained in the answer to Part IV, activity 4).

Part VI. Question 2 – Limits on Benefits

Because the purpose of the Club is to support and enhance educational quality for the students of Troy High School, the scholarships described in Part VI, Question 1a, and Schedule H are awarded only to graduating seniors of Troy High School, with recipients selected using the criteria described in Schedule H. Similarly, student-organization grants are awarded by the Club's Board only to recognized student organizations of Troy High School whose applications are endorsed by the high school administration, and approved based on the worthiness of each specific plan or activity.

Part VI. Question 3 – Beneficiaries' Relationships to Insiders

Although high-school seniors who are children of directors and officers of the Club are eligible for scholarship awards on the same basis as all other Troy High School seniors, to avoid the existence or appearance of favoritism, parents of seniors are not permitted to serve on the Club's scholarship awards committee.

Part VII. Question 1 – Successorship

We have checked no to this question because there was no predecessor "organization" for the Club to be a successor organization to, but have nonetheless completed Schedule G. As indicated in the second paragraph of our answer to Part IV, the Club began in 1972 not as an "organization" but as a volunteer program of Troy High School operating informally within its structure as a public school. In 2005 its leaders began the series of steps – application for its own EIN, incorporation under the Michigan Nonprofit Corporation Act, and now application for its own 501(c)(3) tax exemption – to become a formally structured autonomous organization separate from, but still exclusively benefitting, the high school and its students. In becoming a separate organization, it kept the same name used by the informal association, and all funds its activities had previously accumulated were donated to the new corporation.

Part VIII. Question 3a, 3b, and 3c – Gaming Activities

The Club expects to include limited gaming activities in its spring dinner-dance fund-raising events, as was done by its unincorporated predecessor. Pursuant to a "millionaire party" permit from the Charitable Gaming Division of the Michigan Bureau of State Lottery, it operated four

gaming tables at the spring 2005 dinner-dance. Three tables were for blackjack card games and the fourth was for roulette, all subject to minimum bets of \$1 and maximum bets of \$10, as allowed by Michigan law. All gaming activity was conducted and staffed by Club volunteers, and resulted in gross income of \$419, less the \$258 cost of equipment rental from Shamrock Vegas Tables (a business entirely unrelated to the Club and its leaders), for a net of \$161. All of these activities are conducted in the state of Michigan and the city of Troy.

Part VIII. Question 4a – Fund-raising Methods

Most of the Club's fund-raising consists of soliciting voluntary dues of \$15 to \$100 from parents and other supporters to become "members" of the Club (the word "member" is placed in quotation marks here because the Club is incorporated on a "directorship basis" rather than a "membership basis," which, pursuant to the Michigan Nonprofit Corporation Act, means that members have no vote in selecting directors and officers or setting policies and receive no personal benefits from joining this nonprofit service organization, so they could most accurately be considered donors). Club volunteers urge fellow parents of high school students to join and support the Club, and the school encourages Club support in its newsletters, web site, and other communications with students' families. No one is compensated for the Club's fund-raising.

In addition, the Club raises funds primarily by the following means listed in Question 4a:

Receive donations from another organization's website. The website of Troy High School contains a link through which users are encouraged to remit dues or to volunteer to work with the Club. The high school receives no payment for this service and does not directly receive these funds (though, of course, it ultimately benefits from the use of the funds to support the school's educational and student-activities programs and thereby its students).

Other: Events and activities. The Club uses a wide range of methods to earn funds to advance its goals. These include an annual dinner-dance, to which supporters are invited, and a spring golf outing. Although the Club volunteers' operation of refreshment stands and carts at the school's home athletic events is a program service rather than merely a fund-raising activity, the net income from this service also provides funds for the Club's work.

Part VIII. Question 4d – Fund-raising Locations and Beneficiaries

All fund-raising is carried on within the state of Michigan and the city of Troy. The Club raises funds only to support the work of its own organization; it does no fund-raising for other organizations nor do other organizations raise funds for it.

Part VIII, Question 5 – Affiliations with Governmental Units

The Club has a close cooperative relationship with Troy High School, which, as a public school, is a governmental entity. However, since its incorporation, the Club is not controlled by the school, is not required to submit financial reports or audits to it, does not receive any power or authority from it, and has no police and taxing powers.

Part VIII, Question 13b – Exempt Purposes Advanced by Grants

As more fully described in the answer to Part IV, one of the most important purposes of the Club is to advance the educational services of Troy High School by making grants to it as well as to its recognized student organizations. The Club engages in fund-raising for the sole purpose of raising funds that will enhance the quality of public secondary education in its community by supporting educational programs (including athletic and other extracurricular activities) that enhance the education received by the school's students, and also by providing small scholarships to encourage and assist graduating seniors of the high school to continue their education.

Part VIII, Question 13d and 13e – Grant Recipients and Records

Enclosure C contains a list of grants made to support programs of Troy High School and its recognized student organizations and activities, listing the amounts requested and granted (as it indicates, all requests during that period were fully funded) between September 2004 and September 2005 and indicating the purpose of each grant. There is no relationship between the Club and the organizations to which it makes grants. The Club keeps general financial records, which include the names of recipient organizations and the amounts of grants paid to them. Since the grants are made to support a specific activity, no other conditions are imposed and no additional records are needed.

Part VIII, Question 13f – Grant Applications

The "Request for Funding" form completed by high school programs and student organizations is attached as Enclosure E. The Club does not require a grant proposal.

Part VIII, Question 13g – Grant Oversight

Informal oversight is sufficient to ensure that the Club's modest grants to the high school itself (the largest was for \$5,000 to purchase video equipment for the school's athletic program) are used in the intended manner. Because student organizations, which generally receive much smaller grants, are under the oversight of the high school administration and faculty, the Club has

not set up its own oversight system but relies on faculty advisors and other school officials to ensure that student organizations use the funds as intended. No reports are required.

Part IX-A, Line 15 – Contributions, Gifts, Grants

Because the Club is newly incorporated and therefore ineligible for a definitive ruling on its public-support status, it has entered budgets for current and future fiscal years in columns (a), (b), and (c). The amounts shown on Line 15 are therefore estimates of future grants to school programs and activities and future scholarship awards, so it is not possible to list individual recipients of these amounts. (See Enclosure C for a list of grant recipients in the previous fiscal year.)

Part IX-A, Line 23 – Other Expenses

	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>
Program services*	\$44,500	\$48,000	\$49,300
Administrative expenses	<u>2,700</u>	<u>750</u>	<u>750</u>
Total	\$47,200	\$48,750	\$50,050

*Program service expenses consist primarily of the costs of refreshments and souvenir items the Club sells at the concession stands at school athletic and other events..

Attachments to IRS Form 1023, Schedule G

Questions 2a, 2b, and 2e – Relationship to Predecessor

As explained in the second paragraph of the answer to Form 1023, Part IV, the Club is a newly incorporated organization which succeeds an informal association of parents and other volunteers who used the same name and performed similar services, and all of whose accumulated funds were donated to the Club following its formal incorporation. The previous unincorporated association was a parental-volunteer program of the school operating informally within its governmental status and therefore had no tax status. The Club became a Michigan nonprofit corporation and is applying for 501(c)(3) tax exemption so that it can qualify for larger donations and grants to expand its work.

Question 5 – Relationship of Predecessor’s Officers and Directors

The Club’s officers and directors are the same as those who were serving at the time the previous unincorporated association was replaced by the new autonomous nonprofit corporation. All officers and directors serve without compensation, all work is done by volunteers, and no one has

any ownership interest or receives profits from this organization. There are no documents or agreements concerning this transition.

Question 6a and 6c – Assets

All assets of the predecessor unincorporated association, consisting primarily of \$41,500 (valuation as of 8/31/05) in depository accounts, were transferred to the Club upon its incorporation. No agreement or other documentation was created; because there was no payment for these assets, no formalities were needed.

Attachments to IRS Form 1023, Schedule H

Section I. Questions 1a, 1b, and 1c – Scholarship Types and Purposes

The Club annually holds a competition among Troy High School graduating seniors for one-time scholarship awards of \$400 each, to recognize their achievements and to encourage and provide help with their further education. It does not make educational loans. In the spring of 2005, at the Troy High School Senior Honors Convocation, the Club presented \$11,600 in \$400 awards to 29 graduating seniors. The awards are defined by the following categories:

- Don Hill athletic awards, two \$400 scholarships, one to a male athlete and one to a female athlete, both selected by the Troy High School athletic director from candidates nominated by coaches
- Fine Arts awards, two \$400 scholarships, one to a male artist and one to a female artist, both selected by the Troy High School director of bands from candidates nominated by teachers of instrumental and vocal music, theater, television and radio production, and the visual arts
- Dr. Selaty awards, one \$400 award to a special education student selected by the special education teachers (it can be divided equally between two special education students).
- Boosters scholarships, twenty or more \$400 awards (depending on the Club's finances) based on the merit criteria described in the answer to Question 4a below, selected on the basis of the application forms attached in Enclosure F, by the Club's Scholarship Committee.

Section I. Questions 1d and 1e – Publicizing Scholarship Availability

Each year, the Scholarship Committee produces an application form, distributed in April with a filing deadline of May 1. All students are notified of the availability of the form through school-wide daily video announcements, and parents are informed at meetings.

Section I, Question 1f – Sample Application

A sample copy of the application form is enclosed as Enclosure F.

Section I, Question 3 – Eligibility

All graduating seniors at Troy High School are eligible.

Section I, Question 4a – Criteria

The criteria used for scholarship awards are summarized in the scoring system attached as Enclosure G. As it indicates, awards are based mainly on merit, with points given for academic achievement, athletic and student-organization participation, community service, and grade average, as well as for a brief written “uniqueness” statement and for financial need.

Section I, Question 4b – Number of Awards

See answer to Questions 1a, 1b, and 1c above.

Section I, Question 4c – Award Amounts

The \$400 award amount was set to enable available Club funds to extend to as many high-achieving students as possible.

Section I, Questions 4d and 5 – Conditions and Supervision

Because the amounts are relatively small, no requirements or conditions are imposed on recipients and no effort is made to supervise their educational progress. The Club relies on the good faith of recipients and their families to apply the award to continued education and career training, whether for tuition or other educational fees, books, transportation, or other costs of college or vocational programs. Only current graduating seniors are eligible, so awards are not renewable.

Section I, Question 6 – Selection Committee

Each year volunteers constitute a Scholarship Committee made up of five to seven Boosters Club directors and other active supporters, none of whom can be parents of graduating seniors. The current awards committee members are Lynn Adasek, James Badhorn, Linda King, Dolores Losey, Jocelyn Robinson, and Lisa Vitale.

Section I, Question 7– Preventing Favoritism

To assure unbiased selections, the Boosters scholarship awards are based on a point system and the Scholarship Committee that reviews applications is made up solely of persons who are not parents of graduating seniors. Considering the small amounts involved, the Club believes these precautions against favoritism are adequate.

Troy High School Boosters Club
EIN 35-2252618

IRS Form 1023 Enclosures

- Enclosure C Grants to Troy High School and its student organizations
- Enclosure D Qualifications of directors
- Enclosure E "Request for Funding" form
- Enclosure F Scholarship application form
- Enclosure G Scholarship award criteria

category	amount requested	amount approved	description
Athletics	1700	1700	Bigger, Faster, Stronger' -efficient weight training for all athletes
Athletics	275	275	BlackHawks hockey program ad
Athletics	2205	2205	bowling club- registrations, fees & facility usage costs
Athletics	1361.43	1361.43	bowling club- trophy display case
Athletics	215	215	engraving -fall sports trophies
Athletics	1500	1500	figure skating club- additional ice time & support for state competition
Athletics	150	150	football team- appreciation event
Athletics	900	900	football team- practice footballs
Athletics	200	200	JV Dance club- poms
Athletics	2000	2000	medical cart for trainers assistants
Athletics	565	565	men's & women's cross country- EZ-Up tent
Athletics	150	150	men's baseball- appreciation event
Athletics	150	150	men's cross country- appreciation event
Athletics	150	150	men's cross country- appreciation event
Athletics	150	150	men's la crosse- appreciation event
Athletics	150	150	men's swimming -appreciation event
Athletics	150	150	men's water polo- appreciation event
Athletics	150	150	women's basketball- appreciation event
Athletics	150	150	women's cross country- appreciation event
Athletics	300	300	women's golf- range balls
Athletics	150	150	women's la crosse- appreciation event
Athletics	150	150	women's swim & dive- appreciation event
Athletics	150	150	womens swim team- appreciation event
Athletics	150	150	women's tennis- appreciation event
Athletics	150	150	women's track- appreciation event
Athletics	150	150	women's volleyball- appreciation event
Athletics	150	150	women's water polo- appreciation event
Athletics	150	150	women's cross country- appreciation event
Academics	200	200	Academy 2008- freshman football mixer
Academics	210	210	academy 2009- freshman soccer mixer
Academics	600	600	AP biology- model materials
Academics	420	420	at risk math students field trip
Academics	125	125	biology club- project with LD students
Academics	300	300	classic colt- gift certificates
Academics	900	900	DECA club- 12 students to national competition- registration fee

Academics	1400	1400	DECA club- 28 students to state competition
Academics	745	745	life skills special equipment request
Academics	3500	3500	media center- guest lecturer for gr 9 & 10 students
Academics	1000	1000	mentoring program- student - teacher
Academics	640	640	North End- special training for student staff
Academics	500	500	Ocean bowl- (oceanographic 'quiz bowl')
Academics	2000	2000	peer mediation group training event
Academics	1000	1000	quiz bowl
Academics	400	400	Science Olympiad- competition materials
Academics	360	360	special education student field trip- museum and aquarium admission fees
Academics	200	125	student attendance at Student Council Nat'l conference
Activities	2000	2000	All- night Party- center decoration
Activities	500	125	biology club 'Brain Bee'
Activities	650	650	Classic colt- keychains & pins
Activities	600	600	classic colts- additional keyrings
Activities	200	200	fall play advertisement
Activities	632.5	632.5	freshman orientation t-shirts
Activities	500	500	future problem solvers -registration fee
Activities	175	175	garden club- memorial brick for club founder
Activities	300	300	garden club- spring spruce-up materials
Activities	1550	1550	garden club- upkeep of friendship garden
Activities	500	500	literary magazine publishing cost
Activities	1385.24	1385.24	locker mirrors- freshman
Activities	3500	3500	peer mediatin group training event- (180 participants + transportation)
Activities	2500	2500	uniforms-Varsity dance club
Community	400	400	certified need- band student band performance trip
Community	400	400	certified need- band student band performance trip
Community	375	375	certified need- orchestra student orchestra performance trip
Community	100	100	George Ku Scholarship fund
Community	250	250	NHS- shipping costs for items collected for U.S. armed forces in Iraq & Afghanistan
Community	100	100	special services PTO
Community	100	100	Troy Community coalition
Community	100	100	Troy Optimist Club-
Community	100	100	Troy Safe Homes
profit genera	3500	3500	concession stand awning + silk screening of THS logos

Troy High Booster Club

Troy High School 4777 Northfield Parkway Troy, Michigan 48098
248/952-6200



Request for Funding

Policies

All requests for funding shall be submitted with the written authorization of the coach/sponsor/department and dated two weeks in advance of need. All requests shall be submitted to the Principal on the *Request for Funding* form. If a approved by the Principal, the request will be presented at the next Troy High Booster Meeting.

All requests for funding shall contain the following:

1. The amount of the request
2. A description of the purpose for which the funding will be applied
3. The requesting group shall indicate other fund-raisers and how the money is spent
4. What resources or fund-raising will be used to partially pay for said request.
5. Amount, purpose, and benefit of prior year funding, if any
6. The number of parents who are Troy High School Booster Club members

In no event shall funds be allocated for:

1. Uniforms or capital purchases normally considered a Troy School District responsibility
2. Food except that which is provided at an organization's Parents' Night
3. Camps which solely improve individual student skills (i.e., soccer, football, etc.)
4. Banquets

Organization or Group Name _____

Description of Need _____

Amount of Request _____ Prior Year Funding Amount _____

Other fund-raisers and how the money is spent _____

Number of Students _____ Number of Booster Members _____

Submitted by _____ Date _____

Administrative Approvals

Athletic Director _____ Activities Director _____

Administrative Approval _____ Date _____

Booster Approval _____ Date _____

Payable to _____ Check Date _____

Amount Approved _____ Check # _____

Troy High School Booster Club

Enclosure F

Troy High School
4777 Northfield Parkway
Troy, Michigan 48098
(248) 823-2700

BOOSTER SCHOLARSHIP APPLICATION

Student Name: _____ Phone: _____

Home Address: _____

FAMILY INFORMATION:

Father's Name: _____ Mother's Name: _____

Father's Employer: _____ Mother's Employer: _____

With whom do you reside: _____ Is either parent deceased? _____

Exceptional financial burdens and other needs (i.e. medical, additional dependents, several family members in college) _____

EDUCATIONAL PLANS:

Grade Point Average: _____

Name of Institution(s) to which you have applied: _____

Name of Institution(s) to which you have been accepted: _____

Intended major: _____

Do you have a job: _____ Full/Part Time? _____

Have you filled out a financial aid form? _____ Have you received any other scholarships? _____

What is unique about you that is not reflected in other areas of this form?

I CERTIFY THAT MY RESPONSES ON THIS APPLICATION ARE ACCURATE.

Signature: _____ Date: _____

Parent Signature: _____ Booster Member (yes or no) _____

You MUST COMPLETE both sides of this form. Deadline: April 29, 2005

(No transcript is needed with this application)

DO NOT ATTACH ADDITIONAL PAGES

YEAR TO YEAR COMPARISON:2

7/1/2004 through 12/12/2005

12/9/2005

Category Description	7/1/2004- 12/12/2004	7/1/2005- 12/12/2005	Amount Difference
INCOME			
APPAREL & MAPS	4,241.63	2,646.34	-1,595.29
BRICK PROGRAM	0.00	-28.01	-28.01
CONCESSIONS	-5,710.39	19,506.05	25,216.44
DINNER DANCE	-550.00	-400.00	150.00
GOLF - SPRING	50.00	0.00	-50.00
RAFFLE TICKETS	20.00	0.00	-20.00
T.H.S.B.C.	37,695.49	11,856.13	-25,839.36
TOTAL INCOME	35,746.73	33,580.51	-2,166.22
EXPENSES			
Uncategorized	0.00	0.00	0.00
ACADEMICS	12,400.00	14,761.70	-2,361.70
ACTIVITIES	14,285.71	6,441.43	7,844.28
ATHLETICS	2,459.50	3,768.00	-1,308.50
ENHANCEMENTS	2,000.00	0.00	2,000.00
TOTAL EXPENSES	31,145.21	24,971.13	6,174.08
TRANSFERS			
FROM CHECKING	1,200.00	2,433.00	1,233.00
FROM SAVINGS	20,800.00	19,000.00	-1,800.00
TO CHECKING	-20,800.00	-19,000.00	1,800.00
TO COMMITTED FUNDS	-1,200.00	-2,433.00	-1,233.00
TOTAL TRANSFERS	0.00	0.00	0.00
OVERALL TOTAL	4,601.52	8,609.38	4,007.86

**MICHIGAN DEPARTMENT OF LABOR & ECONOMIC GROWTH
BUREAU OF COMMERCIAL SERVICES**

Date Received

(FOR BUREAU USE ONLY)

This document is effective on the date filed, unless a subsequent effective date within 90 days after received date is stated in the document.

Name

Address

City

State

Zip Code

EFFECTIVE DATE:

Document will be returned to the name and address you enter above.
If left blank document will be mailed to the registered office.

ARTICLES OF INCORPORATION

For use by Domestic Nonprofit Corporations
(Please read information and instructions on the last page)

Pursuant to the provisions of Act 162, Public Acts of 1992, the undersigned corporation executes the following Articles:

ARTICLE I

The name of the corporation is:

Troy High School Boosters Club

ARTICLE II

The purpose or purposes for which the corporation is organized are:

See attachment

ARTICLE III

1. The corporation is organized upon a nonstock basis.
(Stock or Nonstock)

2. If organized on a stock basis, the total number of shares which the corporation has authority to issue is _____ . If the shares are, or are to be, divided into classes, the designation of each class, the number of shares in each class, and the relative rights, preferences and limitations of the shares of each class are as follows:

ARTICLE III (cont.)

3. a. If organized on a nonstock basis, the description and value of its real property assets are: (if none, insert "none")

None

b. The description and value of its personal property assets are: (if none, insert "none")

Funds in depository accounts \$41,499.60

c. The corporation is to be financed under the following general plan:

Dues, contributions and grants, income from activities

d. The corporation is organized on a directorship basis.
(Membership or Directorship)

ARTICLE IV

1. The address of the registered office is:

4777 Northfield Parkway, Troy, Michigan 48098-4497
(StreetAddress) (City) (ZIP Code)

2. The mailing address of the registered office, if different than above:

_____, Michigan _____
(Street Address or P.O. Box) (City) (ZIP Code)

3. The name of the resident agent at the registered office is:

James P. Badhorn

ARTICLE V

The name(s) and address(es) of the incorporator(s) is (are) as follows:

Name Residence or Business Address

James P. Badhorn, 4777 Northfield Drive, Troy, Michigan 48098-4497

Lisa Vitale, 4777 Northfield Drive, Troy, Michigan 48098-4497

Michael J. Tepatti, 4777 Northfield Drive, Troy, Michigan 48098-4497

Cynthia Lanzen, 4777 Northfield Drive, Troy, Michigan 48098-4497

Use space below for additional Articles or for continuation of previous Articles. Please identify any Article being continued or added. Attach additional pages if needed.

See attachment

I, (We), the incorporator(s) sign my (our) name(s) this _____ day of September, 2005

_____	_____
_____	_____
_____	_____
_____	_____
_____	_____

Troy High School Boosters Club

Article II. The purpose or purposes for which the corporation is organized are: To support the education and development of students through such means as providing needed financial and volunteer assistance to the educational programs and extracurricular and athletic activities of Troy High School, encouraging involvement of parents and other interested adults in advancing student development, awarding scholarships to encourage education beyond the secondary level, and raising funds needed to support the organization's work.

The corporation is organized exclusively for charitable, religious, educational, and scientific purposes, including, for such purposes, the making of distributions to organizations that qualify as exempt organizations under section 501(c)(3) of the Internal Revenue Code or corresponding section of any future federal tax code.

Article VI.

Section 1. Nonprofit operation. No part of the earnings of the corporation shall inure to the benefit of or be distributable to its members, trustees, officers, or other private persons, except that the corporation shall be authorized and empowered to pay reasonable compensation for services rendered and to make payments and distributions in furtherance of its purposes. No substantial part of the activities of the corporation shall be the carrying on of propaganda or otherwise attempting to influence legislation, except as may be elected under provisions of the Internal Revenue Code, and the corporation shall not participate in or intervene in (including the publishing or distribution of statements) any political campaign on behalf of or in opposition to any candidate for public office. Notwithstanding any other provision of these articles, the corporation shall not carry on any other activities not permitted to be carried on by a corporation exempt from federal income tax under section 501(c)(3) of the Internal Revenue Code or corresponding section of any future federal tax code.

Section 2. Dissolution. Upon the dissolution of the corporation, any remaining unencumbered assets shall be distributed by the corporation to any nonprofit organization or organizations exempt from federal income tax under section 501(c)(3) of the Internal Revenue Code, or corresponding section of any future federal tax code, or shall be distributed to the federal government, or to a state or local government, for a public purpose. Any such assets not so disposed of by the corporation shall be so disposed of by the Circuit Court or any other court of the State of Michigan that has jurisdiction in the place where the principal office of the corporation is then located.

Section 3. Directors' and officers' and volunteers' liability. The personal liability of volunteer directors and officers of the corporation is eliminated to the fullest extent permitted by the provisions of Section 209(c) and (d) of the Michigan Nonprofit Corporation Act, as amended and supplemented and the personal liability of nondirector volunteers of the corporation is eliminated to the fullest extent permitted by

the provisions of Section 209(e) of the Michigan Nonprofit Corporation Act, as amended and supplemented. To the fullest extent permitted by law, the corporation assumes all liability to any person other than the corporation or its members for all acts or omissions of a volunteer director or officer or of a nondirector volunteer incurred in the good faith performance of duties as a director or officer or volunteer occurring on or after the date this Article is adopted by the corporation. If the Michigan Nonprofit Corporation Act is amended after adoption of this Article to authorize corporate action further eliminating or limiting the personal liability of volunteer directors and officers or of nondirector volunteers, then the liability of a director or officer or volunteer of the corporation shall be eliminated or limited to the fullest extent permitted by the Michigan Nonprofit Corporation Act as so amended. Any repeal or modification of this Article shall not adversely affect any right or protection of a volunteer director or officer or of a nondirector volunteer of the corporation pursuant to this Article existing at the time of any acts or omissions occurring before the effective date of the repeal or modification.

Section 4. Nondiscrimination. The corporation shall not discriminate against any person on the basis of age, race, color, sex, religion, physical handicap, national origin, or any other basis provided in federal, state, or local law, regarding any service performed by or for the corporation.