

Return of Organization Exempt from Income Tax

2001

Under Section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

Open to Public Inspection

Department of the Treasury Internal Revenue Service

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

A For the 2001 calendar year, or tax year beginning, 2001, and ending, 20

- B Check if applicable: Address change, Name change, Initial return, Final return, Amended return, Application pending

Please use IRS label or print or type. See specific instructions.

Christian Legal Society 4208 Evergreen Lane #222 Annandale, VA 22003-3251

D Employer Identification Number 36-6101090 E Telephone number 703-642-1070 F Accounting method: Cash, Accrual, Other (specify)

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

- H and I are not applicable to Section 527 organizations. H (a) Is this a group return for affiliates? H (b) If 'yes,' enter number of affiliates H (c) Are all affiliates included? H (d) Is this a separate return filed by an organization covered by a group ruling? I Enter 4-digit group GEN M Check if the organization is not required to attach Schedule B

G Web site: N/A

J Organization type (check only one) 501(c) 3 (insert no.) 4947(a)(1) or 527

K Check here if the organization's gross receipts are normally not more than \$25,000. The organization need not file a return with the IRS; but if the organization received a Form 990 Package in the mail, it should file a return without financial data. Some states require a complete return.

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 1,437,476.

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (see instructions)

Table with 21 rows and 4 columns: Description, Sub-description, Amount, Total. Includes sections for Contributions, Program Service Revenue, Investment Income, and Expenses.



**Part IV** Balance Sheets (See instructions)

Note:		(A)		(B)
Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.		Beginning of year		End of year
ASSETS	45 Cash – non-interest-bearing.....	28,466.	45	
	46 Savings and temporary cash investments.....	162,465.	46	86,885.
	47a Accounts receivable.....	47a 9,274.		
	b Less: allowance for doubtful accounts.....	47b	21,083.	47c 9,274.
	48a Pledges receivable.....	48a 64,559.		
	b Less: allowance for doubtful accounts.....	48b	175,412.	48c 64,559.
	49 Grants receivable.....		49	25,000.
	50 Receivables from officers, directors, trustees, and key employees (attach schedule).....		50	
	51a Other notes & loans receivable (attach sch.)... See St. 7.	51a 313.		
	b Less: allowance for doubtful accounts.....	51b	257.	51c 313.
	52 Inventories for sale or use.....		52	
	53 Prepaid expenses and deferred charges.....		13,681.	53 19,939.
	54 Investments – securities (attach schedule)... See St. 8	<input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV	13,840.	54 4,159.
	55a Investments – land, buildings, & equipment: basis.....	55a		
b Less: accumulated depreciation (attach schedule).....	55b		55c	
56 Investments – other (attach schedule).....			56	
57a Land, buildings, and equipment: basis.....	57a 100,356.			
b Less: accumulated depreciation (attach schedule)..... See Statement 9...	57b 37,868.	47,608.	57c 62,488.	
58 Other assets (describe ▶ See Statement 10).....		89,404.	58 164,576.	
59 Total assets (add lines 45 through 58) (must equal line 74).....		552,216.	59 437,193.	
LIABILITIES	60 Accounts payable and accrued expenses.....	86,056.	60	204,371.
	61 Grants payable.....		61	
	62 Deferred revenue.....	162,747.	62	150,351.
	63 Loans from officers, directors, trustees, and key employees (attach schedule).....		63	
	64a Tax-exempt bond liabilities (attach schedule).....		64a	
	b Mortgages and other notes payable (attach schedule)..... See Statement 11.....		64b	29,310.
65 Other liabilities (describe ▶).....		2,066.	65	
66 Total liabilities (add lines 60 through 65).....		250,869.	66 384,032.	
FUNDS	Organizations that follow SFAS 117, check here ▶ <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.			
	67 Unrestricted.....	1,970.	67	17,832.
	68 Temporarily restricted.....	299,377.	68	35,329.
	69 Permanently restricted.....		69	
	Organizations that do not follow SFAS 117, check here ▶ <input type="checkbox"/> and complete lines 70 through 74.			
	70 Capital stock, trust principal, or current funds.....		70	
	71 Paid-in or capital surplus, or land, building, and equipment fund.....		71	
	72 Retained earnings, endowment, accumulated income, or other funds.....		72	
73 Total net assets or fund balances (add lines 67 through 69 or lines 70 through 72; column (A) must equal line 19 and column (B) must equal line 21).....		301,347.	73 53,161.	
74 Total liabilities and net assets/fund balances (add lines 66 and 73).....		552,216.	74 437,193.	

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

BAA



**Part VI Other Information** (See specific instructions.)

Yes No

76	Did the organization engage in any activity not previously reported to the IRS? If 'Yes,' attach a detailed description of each activity .....	76		X
77	Were any changes made in the organizing or governing documents but not reported to the IRS? .....	77	X	
	If 'Yes,' attach a conformed copy of the changes.			
78a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return? .....	78a		X
b	If 'Yes,' has it filed a tax return on Form 990-T for this year? .....	78b	N/A	
79	Was there a liquidation, dissolution, termination, or substantial contraction during the year? If 'Yes,' attach a statement .....	79		X
80a	Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization? .....	80a		X
b	If 'Yes,' enter the name of the organization ▶ <u>N/A</u> and check whether it is <input type="checkbox"/> exempt or <input type="checkbox"/> nonexempt.			
81a	Enter direct or indirect political expenditures. See line 81 instructions .....	81a	50,280.	
b	Did the organization file Form 1120-POL for this year? .....	81b		X
82a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value? .....	82a	X	
b	If 'Yes,' you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.) .....	82b	86,294.	
83a	Did the organization comply with the public inspection requirements for returns and exemption applications? .....	83a	X	
b	Did the organization comply with the disclosure requirements relating to quid pro quo contributions? .....	83b	X	
84a	Did the organization solicit any contributions or gifts that were not tax deductible? .....	84a		X
b	If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible? .....	84b	N/A	
85	501(c)(4), (5), or (6) organizations. a Were substantially all dues nondeductible by members? .....	85a	N/A	
b	Did the organization make only in-house lobbying expenditures of \$2,000 or less? .....	85b	N/A	
	If 'Yes' was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.			
c	Dues, assessments, and similar amounts from members .....	85c	N/A	
d	Section 162(e) lobbying and political expenditures .....	85d	N/A	
e	Aggregate nondeductible amount of Section 6033(e)(1)(A) dues notices .....	85e	N/A	
f	Taxable amount of lobbying and political expenditures (line 85d less 85e) .....	85f	N/A	
g	Does the organization elect to pay the Section 6033(e) tax on the amount on line 85f? .....	85g	N/A	
h	If Section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year? .....	85h	N/A	
86	501(c)(7) organizations. Enter: a Initiation fees and capital contributions included on line 12. ....	86a	N/A	
b	Gross receipts, included on line 12, for public use of club facilities .....	86b	N/A	
87	501(c)(12) organizations. Enter: a Gross income from members or shareholders .....	87a	N/A	
b	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.) .....	87b	N/A	
88	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations Sections 301.7701-2 and 301.7701-3? If 'Yes,' complete Part IX .....	88		X
89a	501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under: Section 4911 ▶ <u>0.</u> ; Section 4912 ▶ <u>0.</u> ; Section 4955 ▶ <u>0.</u>			
b	501(c)(3) and 501(c)(4) organizations. Did the organization engage in any Section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If 'Yes,' attach a statement explaining each transaction. ....	89b		X
c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under Sections 4912, 4955, and 4958 .....			<u>0.</u>
d	Enter: Amount of tax on line 89c, above, reimbursed by the organization .....			<u>0.</u>
90a	List the states with which a copy of this return is filed ▶ <u>AK, AZ, MN, NE, NH, TN, VA, WV, WI</u>			
b	Number of employees employed in the pay period that includes March 12, 2001 (see instructions) .....	90b		<u>17</u>
91	The books are in care of ▶ <u>Samuel B. Casey III</u> Telephone number ▶ <u>703-642-1070</u> Located at ▶ <u>4208 Evergreen Ln Ste 222 Annandale, VA</u> ZIP + 4 ▶ <u>22003-3264</u>			
92	Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 - Check here .....		N/A	<input type="checkbox"/>
	and enter the amount of tax-exempt interest received or accrued during the tax year. ....	92		N/A

**Part VII: Analysis of Income-Producing Activities** (See instructions.)

Note: Enter gross amounts unless otherwise indicated.

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
93 Program service revenue:					
a Advertising sales			3	600.	
b Chaplaincy program					11,651.
c Conference registrati					178,628.
d Sales - books, tapes					3,402.
e Speaker fees/reimbsmn					6,763.
f Medicare/Medicaid payments					
g Fees & contracts from government agencies					
94 Membership dues and assessments					360,196.
95 Interest on savings & temporary cash invmnts					3,273.
96 Dividends & interest from securities					3.
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property			16	16,037.	
98 Net rental income or (loss) from pers prop					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory					-12,589.
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue: a					
b Royalties			15	8,571.	
c Tenant expenses			18	639.	
d					
e					
104 Subtotal (add columns (B), (D), and (E))				25,847.	551,327.
105 Total (add line 104, columns (B), (D), and (E))					577,174.

Note: Line 105 plus line 1d, Part I, should equal the amount on line 12, Part I.

**Part VIII: Relationship of Activities to the Accomplishment of Exempt Purposes** (See instructions.)

Line No. Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).

See Statement 17

**Part IX: Information Regarding Taxable Subsidiaries and Disregarded Entities** (See instructions.)

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
N/A	%			
	%			
	%			
	%			

**Part X: Information Regarding Transfers Associated with Personal Benefit Contracts** (See instructions.)

a Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?  Yes  No

b Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?  Yes  No

Note: If 'Yes' to (b), file Form 8870 and Form 4720 (see instructions).

Please Sign Here  
 Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.  
 Signature of Officer: *[Signature]* Date: 6/24/2002  
 Type or Print Name and Title: Samuel B. Casey III, Executive Director

Paid Preparer's Use Only  
 Preparer's Signature: *[Signature]* James B. Moore Date: 6/21/02 Check if self-employed:   
 Firm's name (or yours if self-employed) and address, and ZIP + 4: James B. Moore, CPA  
 4208 Evergreen Lane #235  
 Annandale, VA 22003-3251  
 EIN: Phone no:

**Schedule A**  
**(Form 990 or 990-EZ)**

Department of the Treasury  
Internal Revenue Service

**Organization Exempt Under  
Section 501(c)(3)**

(Except Private Foundation) and Section 501(e), 501(f), 501(k), 501(n), or Section 4947(a)(1)  
Nonexempt Charitable Trust Supplementary Information - (See separate instructions.)

Supplementary Information - (see separate instructions)

▶ Must be completed by the above organizations and attached to their Form 990 or 990-EZ.

OMB No. 1545-0047

**2001**

Name of the Organization

Christian Legal Society

Employer Identification Number

36-6101090

**Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees**

(See instructions. List each one. If there are none, enter 'None.')

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
<u>Brian Patlen</u> <u>Leesburg, VA</u>	MM-Info Dir 40	57,383.	13,164.	0.
<u>Dan E. Babarik</u> <u>Gurnee, IL</u>	LSM-Asst Dir. 40	59,698.	15,886.	0.
<u>Gregory S. Baylor</u> <u>Washington DC</u>	CLRF-Director 40	70,627.	13,351.	0.
<u>Charlie Emmerich</u> <u>Gurnee IL</u>	LSM-Director 40	46,501.	7,735.	0.
<u>David S. Nammo</u> <u>Arlington, VA</u>	MM-Director 40	56,557.	9,713.	0.
Total number of other employees paid over \$50,000.....▶	0			

**Part II Compensation of the Five Highest Paid Independent Contractors for Professional Services**

(See instructions. List each one (whether individuals or firms). If there are none, enter 'None.')

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
<u>Jefferson Direct</u> <u>PO Box 744, Forest VA 24551</u>	Data mgmt/caging	56,400.
<u>Strategic Business Solutions</u> <u>5943 Saint John Drive, Alexandria, VA 22310</u>	Web design & maint.	76,977.
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-----		
Total number of others receiving over \$50,000 for professional services.....▶	0	

BAA For Paperwork Reduction Act Notice, see the instructions for Form 990 and Form 990-EZ.

Schedule A (Form 990 or 990-EZ) 2001

**Part III** Statements About Activities (See instructions.)

	Yes	No
1 During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If 'Yes,' enter the total expenses paid or incurred in connection with the lobbying activities. . . . ▶ \$ <u>50,280.</u> (Must equal amounts on line 38, Part VI-A, or line I of Part VI-B.)	X	
Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking 'Yes,' must complete Part VI-B and attach a statement giving a detailed description of the lobbying activities.		
2 During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is 'Yes,' attach a detailed statement explaining the transactions.) See Statement 18		
a Sale, exchange, or leasing of property? . . . . .		X
b Lending of money or other extension of credit? . . . . .		X
c Furnishing of goods, services, or facilities? . . . . .		X
See Form 990, Part V		
d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)? . . . . .	X	
e Transfer of any part of its income or assets? . . . . .		X
3 Does the organization make grants for scholarships, fellowships, student loans, etc? (See Note below.) . . . . .		X
4 Do you have a section 403(b) annuity plan for your employees? . . . . .	X	
Note: Attach a statement to explain how the organization determines that individuals or organizations receiving grants or loans from it in furtherance of its charitable programs 'qualify' to receive payments.		

**Part IV** Reason for Non-Private Foundation Status (See instructions.)

The organization is not a private foundation because it is (please check only **One** applicable box):

- 5  A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i).
- 6  A school. Section 170(b)(1)(A)(ii). (Also complete Part V.)
- 7  A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii).
- 8  A federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).
- 9  A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii). Enter the hospital's name, city, and state ▶ \_\_\_\_\_
- 10  An organization operated for the benefit of a college or university owned or operated by a governmental unit. Section 170(b)(1)(A)(iv). (Also complete the **Support Schedule** in Part IV-A.)
- 11a  An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 11b  A community trust. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A.)
- 12  An organization that normally receives: (1) more than 33-1/3% of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc, functions – subject to certain exceptions, and (2) no more than 33-1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A.)
- 13  An organization that is not controlled by any disqualified persons (other than foundation managers) and supports organizations described in: (1) lines 5 through 12 above; or (2) section 501(c)(4), (5), or (6), if they meet the test of section 509(a)(2). (See section 509(a)(3).)

Provide the following information about the supported organizations. (See instructions.)

(a) Name(s) of supported organization(s)	(b) Line number from above

- 14  An organization organized and operated to test for public safety. Section 509(a)(4). (See instructions.)

**Part IV-A Support Schedule** (Complete only if you checked a box on line 10, 11, or 12.) Use cash method of accounting.

Note: You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting.

Calendar year (or fiscal year beginning in) .....	(a) 2000	(b) 1999	(c) 1998	(d) 1997	(e) Total
<b>15</b> Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)....	1,060,323.	1,290,975.	862,549.	856,912.	4,070,759.
<b>16</b> Membership fees received.....	365,103.	321,498.	435,079.	375,984.	1,497,664.
<b>17</b> Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose .....	269,945.	276,269.	211,429.	211,383.	969,026.
<b>18</b> Gross income from interest, dividends, amounts received from payments on securities loans (Section 512(a)(5)), rents, royalties, and unrelated business taxable income (less Section 511 taxes) from businesses acquired by the organization after June 30, 1975.....	21,658.	30,181.	24,793.	15,414.	92,046.
<b>19</b> Net income from unrelated business activities not included in line 18.....					
<b>20</b> Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf.....					
<b>21</b> The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge.....					
<b>22</b> Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets. See Stmt. 19.....	2,428.	527.	2,895.	8,222.	14,072.
<b>23</b> Total of lines 15 through 22.....	1,719,457.	1,919,450.	1,536,745.	1,467,915.	6,643,567.
<b>24</b> Line 23 minus line 17.....	1,449,512.	1,643,181.	1,325,316.	1,256,532.	5,674,541.
<b>25</b> Enter 1% of line 23.....	17,195.	19,195.	15,367.	14,679.	
<b>26</b> Organizations described on lines 10 or 11: a Enter 2% of amount in column (e), line 24..... ▶					<b>26a</b> 113,491.
b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 1997 through 2000 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts..... ▶					<b>26b</b>
c Total support for Section 509(a)(1) test: Enter line 24, column (e)..... ▶					<b>26c</b> 5,674,541.
d Add: Amounts from column (e) for lines: 18 <u>92,046.</u> 19 _____					<b>26d</b> 106,118.
22 <u>14,072.</u> 26b _____					<b>26e</b> 5,568,423.
e Public support (line 26c minus line 26d total)..... ▶					<b>26e</b> 5,568,423.
f Public support percentage (line 26e (numerator) divided by line 26c (denominator))..... ▶					<b>26f</b> 98.13 %
<b>27</b> Organizations described on line 12: N/A					
a For amounts included in lines 15, 16, and 17 that were received from a 'disqualified person,' prepare a list for your records to show the name of, and total amounts received in each year from, each 'disqualified person.' Do not file this list with your return. Enter the sum of such amounts for each year: (2000) _____ (1999) _____ (1998) _____ (1997) _____					
b For any amount included in line 17 that was received from each person (other than 'disqualified persons'), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year: (2000) _____ (1999) _____ (1998) _____ (1997) _____					
c Add: Amounts from column (e) for lines: 15 _____ 16 _____					<b>27c</b> _____
17 _____ 20 _____ 21 _____					<b>27d</b> _____
d Add: Line 27a total..... and line 27b total.....					<b>27e</b> _____
e Public support (line 27c total minus line 27d total)..... ▶					<b>27e</b> _____
f Total support for section 509(a)(2) test: Enter amount from line 23, column (e)..... ▶					<b>27f</b> _____
g Public support percentage (line 27e (numerator) divided by line 27f (denominator))..... ▶					<b>27g</b> _____ %
h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))..... ▶					<b>27h</b> _____ %
<b>28</b> Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 1997 through 2000, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15.					

**Part V Private School Questionnaire** (See instructions.)  
 (To be completed Only by schools that checked the box on line 6 in Part IV)

		N/A	
		Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body? .....		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships? .....		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? .....		
	If 'Yes,' please describe; if 'No,' please explain. (If you need more space, attach a separate statement.) ----- ----- -----		
32	Does the organization maintain the following:		
a	Records indicating the racial composition of the student body, faculty, and administrative staff? .....		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis? .....		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships? .....		
d	Copies of all material used by the organization or on its behalf to solicit contributions? .....		
	If you answered 'No' to any of the above, please explain. (If you need more space, attach a separate statement.) ----- -----		
33	Does the organization discriminate by race in any way with respect to:		
a	Students' rights or privileges? .....		
b	Admissions policies? .....		
c	Employment of faculty or administrative staff? .....		
d	Scholarships or other financial assistance? .....		
e	Educational policies? .....		
f	Use of facilities? .....		
g	Athletic programs? .....		
h	Other extracurricular activities? .....		
	If you answered 'Yes' to any of the above, please explain. (If you need more space, attach a separate statement.) ----- -----		
34a	Does the organization receive any financial aid or assistance from a governmental agency? .....		
b	Has the organization's right to such aid ever been revoked or suspended? .....		
	If you answered 'Yes' to either 34a or b, please explain using an attached statement.		
35	Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev Proc 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If 'No,' attach an explanation. ....		

**Part VI-A Lobbying Expenditures by Electing Public Charities** (See instructions.)  
(To be completed **Only** by an eligible organization that filed Form 5768)

Check  **a** if the organization belongs to an affiliated group. Check  **b** if you checked 'a' and 'limited control' provisions apply.

<b>Limits on Lobbying Expenditures</b> (The term 'expenditures' means amounts paid or incurred.)	<b>(a)</b> Affiliated group totals	<b>(b)</b> To be completed for all electing organizations
36 Total lobbying expenditures to influence public opinion (grassroots lobbying) .....	36	1,574.
37 Total lobbying expenditures to influence a legislative body (direct lobbying) .....	37	48,706.
38 Total lobbying expenditures (add lines 36 and 37) .....	38	50,280.
39 Other exempt purpose expenditures .....	39	1,621,938.
40 Total exempt purpose expenditures (add lines 38 and 39) .....	40	1,672,218.
41 Lobbying nontaxable amount. Enter the amount from the following table —		
<b>If the amount on line 40 is —</b>		<b>The lobbying nontaxable amount is —</b>
Not over \$500,000 .....		20% of the amount on line 40 .....
Over \$500,000 but not over \$1,000,000 .....		\$100,000 plus 15% of the excess over \$500,000 .....
Over \$1,000,000 but not over \$1,500,000 .....		\$175,000 plus 10% of the excess over \$1,000,000 .....
Over \$1,500,000 but not over \$17,000,000 .....		\$225,000 plus 5% of the excess over \$1,500,000 .....
Over \$17,000,000 .....		\$1,000,000 .....
41		233,611.
42 Grassroots nontaxable amount (enter 25% of line 41) .....	42	58,403.
43 Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36. ....	43	0.
44 Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38. ....	44	0.

Caution: If there is an amount on either line 43 or line 44, you must file Form 4720.

**4-Year Averaging Period Under Section 501(h)**

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the instructions for lines 45 through 50.)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 2001	(b) 2000	(c) 1999	(d) 1998	(e) Total
45 Lobbying nontaxable amount .....	233,611.	229,615.	214,021.	183,680.	860,927.
46 Lobbying ceiling amount (150% of line 45(e)) .....					1,291,391.
47 Total lobbying expenditures .....	50,280.	40,830.	52,744.	62,626.	206,480.
48 Grassroots non-taxable amount .....	58,403.	57,404.	53,505.	45,920.	215,232.
49 Grassroots ceiling amount (150% of line 48(e)) .....					322,848.
50 Grassroots lobbying expenditures .....	1,574.	384.	7,206.	2,626.	11,790.

**Part VI-B Lobbying Activity by Nonelecting Public Charities**  
(For reporting only by organizations that did not complete Part VI-A) (See instructions.)

N/A

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:

	Yes	No	Amount
a Volunteers .....			
b Paid staff or management (include compensation in expenses reported on lines c through h.) .....			
c Media advertisements .....			
d Mailings to members, legislators, or the public .....			
e Publications, or published or broadcast statements .....			
f Grants to other organizations for lobbying purposes .....			
g Direct contact with legislators, their staffs, government officials, or a legislative body .....			
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means .....			
i Total lobbying expenditures (add lines c through h) .....			

If 'Yes' to any of the above, also attach a statement giving a detailed description of the lobbying activities.



**Schedule B**  
**(Form 990, 990-EZ,**  
**or 990-PF)**

Department of the Treasury  
Internal Revenue Service

**Schedule of Contributors**

Supplementary Information for  
line 1 of Form 990, 990-EZ and 990-PF (see instructions)

OMB No. 1545-0047

**2001**

Name of Organization

Christian Legal Society

Employer Identification Number

36-6101090

Organization type (check one):

Filers of:

Form 990 or 990-EZ

Section:

501(c)( 3 ) (enter number) organization

4947(a)(1) nonexempt charitable trust not treated as a private foundation

527 political organization

Form 990-PF

501(c)(3) exempt private foundation

4947(a)(1) nonexempt charitable trust treated as a private foundation

501(c)(3) taxable private foundation

Check if your organization is covered by the general rule or a special rule. (Note: Only a Section 501(c)(7), (8), or (10) organization can check box(es) for both the general rule and a special rule – see instructions.)

General Rule –

For organizations filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor. (Complete Parts I and II.)

Special Rules –

For a Section 501(c)(3) organization filing Form 990, or Form 990-EZ, that met the 33-1/3% support test of the regulations under sections 509(a)(1)/170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of \$5,000 or 2% of the amount on line 1 of these forms. (Complete Parts I and II.)

For a Section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, aggregate contributions or bequests of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. (Complete Parts I, II, and III.)

For a Section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, some contributions for use *exclusively* for religious, charitable, etc. purposes, but these contributions did not aggregate to more than \$1,000. (If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc. purpose. Do not complete any of the Parts unless the general rule applies to this organization because it received nonexclusively religious, charitable, etc., contributions of \$5,000 or more during the year.) ..... ▶ \$ \_\_\_\_\_

**Caution:** Organizations that are not covered by the general rule and/or the special rules do not file Schedule B (Form 990, 990-EZ, or 990-PF) but must check the box in the heading of their Form 990, Form 990-EZ, or on line 1 of their Form 990-PF, to certify that they do not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

BAA

Schedule B (Form 990, 990-EZ, or 990-PF) (2001)

Name of Organization

Christian Legal Society

Employer Identification Number

36-6101090

**Contributors** (see instructions)

(a) Number	(b) Name, address and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
<u>1</u>		\$ <u>75,000.</u>	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is noncash contribution.)
(a) Number		(c) Aggregate contributions	(d) Type of contribution
<u>2</u>		\$ <u>20,000.</u>	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is noncash contribution.)
(a) Number		(c) Aggregate contributions	(d) Type of contribution
<u>3</u>		\$ <u>32,000.</u>	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is noncash contribution.)
(a) Number		(c) Aggregate contributions	(d) Type of contribution
<u>4</u>		\$ <u>16,961.</u>	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is noncash contribution.)
(a) Number		(c) Aggregate contributions	(d) Type of contribution
<u>5</u>		\$ <u>24,000.</u>	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is noncash contribution.)
(a) Number		(c) Aggregate contributions	(d) Type of contribution
<u>6</u>		\$ <u>18,660.</u>	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is noncash contribution.)

Name of Organization

Employer Identification Number

Christian Legal Society

36-6101090

**Contributors** (see instructions)

(a) Number	(b) Name, address and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
7		\$ 30,640.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is noncash contribution.)
8		\$ 20,060.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is noncash contribution.)
9		\$ 61,895.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is noncash contribution.)
10		\$ 40,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is noncash contribution.)
11		\$ 40,000.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is noncash contribution.)
12		\$ 17,328.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is noncash contribution.)

Name of Organization

Employer Identification Number

Christian Legal Society

36-6101090

**Part II Noncash Property**

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
-----	----- ----- -----	\$-----	-----
-----	----- ----- -----	\$-----	-----
-----	----- ----- -----	\$-----	-----
-----	----- ----- -----	\$-----	-----
-----	----- ----- -----	\$-----	-----
-----	----- ----- -----	\$-----	-----
-----	----- ----- -----	\$-----	-----
-----	----- ----- -----	\$-----	-----

Name of Organization

Christian Legal Society

Employer Identification Number

36-6101090

**Part III Exclusively religious, charitable, etc., individual contributions to section 501(c)(7), (8), or (10) organizations aggregating more than \$1,000 for the year** (Complete cols (a) through (e) and the following line entry.)

For organizations completing Part III, enter total of *exclusively* religious, charitable, etc., contributions of \$1,000 or less for the year (enter this information once – see instructions) ..... > \$

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee

**Depreciation and Amortization**  
**(Including Information on Listed Property)**  
▶ See separate instructions.  
▶ Attach to your tax return.

Name(s) Shown on Return

**Christian Legal Society**

Identifying Number

**36-6101090**

Business or Activity to Which This Form Relates

**Form 990/990-PF**

**Part I Election to Expense Certain Tangible Property Under Section 179**

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount. See instructions for a higher limit for certain businesses.....	1	\$24,000.
2	Total cost of Section 179 property placed in service (see instructions).....	2	
3	Threshold cost of Section 179 property before reduction in limitation.....	3	\$200,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-.....	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions.....	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29.....	7	
8	Total elected cost of Section 179 property. Add amounts in column (c), lines 6 and 7.....	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8.....	9	
10	Carryover of disallowed deduction from line 13 of your 2000 Form 4562.....	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instrs)....	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11.....	12	
13	Carryover of disallowed deduction to 2002. Add lines 9 and 10, less line 12.....	▶ 13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

**Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)**

14	Special depreciation allowance for certain property (other than listed property) acquired after September 10, 2001 (see instructions).....	14	
15	Property subject to Section 168(f)(1) election (see instructions).....	15	
16	Other depreciation (including ACRS) (see instructions).....	16	34,535.

**Part III MACRS Depreciation (Do not include listed property.) (See instructions)**

**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2001.....	17	
18	If you are electing under Section 168(i)(4) to group any assets placed in service during the tax year into one or more general asset accounts, check here.....	<input type="checkbox"/>	

**Section B – Assets Placed in Service During 2001 Tax Year Using the General Depreciation System**

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only – see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property.....						
b 5-year property.....						
c 7-year property.....						
d 10-year property.....						
e 15-year property.....						
f 20-year property.....						
g 25-year property.....			25 yrs		S/L	
h Residential rental.....			27.5 yrs	MM	S/L	
property.....			27.5 yrs	MM	S/L	
i Nonresidential real.....			39 yrs	MM	S/L	
property.....				MM	S/L	

**Section C – Assets Placed in Service During 2001 Tax Year Using the Alternative Depreciation System**

20a Class life.....					S/L	
b 12-year.....			12 yrs		S/L	
c 40-year.....			40 yrs	MM	S/L	

**Part IV Summary (See instructions)**

21	Listed property. Enter amount from line 28.....	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations – see instructions.....	22	34,535.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to Section 263A costs.....	23	

**Part V**

**Listed Property** (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

**Section A – Depreciation and Other Information (Caution: See instructions for limits for passenger automobiles.)**

24a Do you have evidence to support the business/investment use claimed? . . . . .									Yes		No		24b If 'Yes,' is the evidence written? . . . . .									Yes		No					
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) Elected Section 179 cost																					
25 Special depreciation allowance for listed property acquired after September 10, 2001 and used more than 50% in a qualified business use (see instructions) . . . . .								25																					
26 Property used more than 50% in a qualified business use (see instructions):																													
27 Property used 50% or less in a qualified business use (see instructions):																													
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1 . . . . .																		28											
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1 . . . . .																		29											

**Section B – Information on Use of Vehicles**

Complete this section for vehicles used by a sole proprietor, partner, or other 'more than 5% owner,' or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
30 Total business/investment miles driven during the year (do not include commuting miles – see instructions) . . . . .												
31 Total commuting miles driven during the year . . . . .												
32 Total other personal (noncommuting) miles driven . . . . .												
33 Total miles driven during the year. Add lines 30 through 32 . . . . .												
34 Was the vehicle available for personal use during off-duty hours? . . . . .												
35 Was the vehicle used primarily by a more than 5% owner or related person? . . . . .												
36 Is another vehicle available for personal use? . . . . .												

**Section C – Questions for Employers Who Provide Vehicles for Use by Their Employees**

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see instructions).

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees? . . . . .	Yes	No
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See instructions for vehicles used by corporate officers, directors, or 1% or more owners . . . . .		
39 Do you treat all use of vehicles by employees as personal use? . . . . .		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received? . . . . .		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions) . . . . .		

Note: If your answer to 37, 38, 39, 40, or 41 is 'Yes,' do not complete Section B for the covered vehicles.

**Part VI Amortization**

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code Section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2001 tax year (see instructions):					
CLNet Update (Inkind)	12/31/01	11,796.		3	
CLNet Website update	12/31/01	2,654.		3	
43 Amortization of costs that began before your 2001 tax year . . . . .				43	45,725.
44 Total. Add amounts in column (f). See instructions for where to report . . . . .				44	45,725.

### Application for Extension of Time to File an Exempt Organization Return

Department of the Treasury  
Internal Revenue Service

▶ File a separate application for each return.

- If you are filing for an Automatic 3-Month Extension, complete only Part I and check this box  [X]
  - If you are filing for an Additional (not automatic) 3-Month Extension, complete only Part II (on page 2 of this form).
- Note: Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.

**Automatic 3-Month Extension of Time** — Only submit original (no copies needed)  
 Note: Form 990-T corporations requesting an automatic 6-month extension — check this box and complete Part I only

All other corporations (including Form 990-C filers) must use Form 7004 to request an extension of time to file income tax returns. Partnerships, REMICs and trusts must use Form 8736 to request an extension of time to file Form 1065, 1066, or 1041.

Type or print File by the due date for filing your return. See instructions.	Name of Exempt Organization <b>Christian Legal Society</b>	Employer Identification Number <b>36-6101090</b>
	Number, Street, and Room or Suite Number. If a P.O. Box, see instructions <b>4208 Evergreen Lane #222</b>	
	City, Town or Post Office. For a foreign address, see instructions. <b>Annandale, VA 22003-3251</b>	
	State	ZIP Code

Check type of return to be filed (file a separate application for each return):

- |  |  |                                    |
|--|--|------------------------------------|
| <input checked="" type="checkbox"/> Form 990 | <input type="checkbox"/> Form 990-T (corporation)                    | <input type="checkbox"/> Form 4720 |
| <input type="checkbox"/> Form 990-BL         | <input type="checkbox"/> Form 990-T (Section 401(a) or 408(a) trust) | <input type="checkbox"/> Form 5227 |
| <input type="checkbox"/> Form 990-EZ         | <input type="checkbox"/> Form 990-T (trust other than above)         | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-PF         | <input type="checkbox"/> Form 1041-A                                 | <input type="checkbox"/> Form 8870 |

- If the organization does not have an office or place of business in the United States, check this box
- If this is for a group return, enter the organization's four digit Group Exemption Number (GEN) \_\_\_\_\_. If this is for the whole group, check this box . If it is for part of the group, check this box  and attach a list with the names and EINs of all members the extension will cover.

1 I request an automatic 3-month (6-month, for 990-T corporation) extension of time until 8/15, 20 02, to file the exempt organization return for the organization named above. The extension is for the organization's return for:

▶  calendar year 20 01 or

▶  tax year beginning \_\_\_\_\_, 20 \_\_\_\_\_, and ending \_\_\_\_\_, 20 \_\_\_\_\_.

2 If this tax year is for less than 12 months, check reason:  Initial return  Final return  Change in accounting period

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions ..... \$ \_\_\_\_\_ 0.

b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit ..... \$ \_\_\_\_\_ 0.

c Balance Due. Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions ..... \$ \_\_\_\_\_ 0.

Signature and Verification

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form.

Signature ▶ James B. Moore Title ▶ CPA Executive Director Date ▶ 5/13/02

6/24/02

11:08AM

**Statement 1**  
**Form 990, Part I, Line 8**  
**Net Gain (Loss) from Noninventory Sales**

Publicly Traded Securities

Gross Sales Price: 36,963.  
 Cost or Other Basis: 38,899.

Total Gain (Loss) Publicly Traded Securities \$ -1,936.

Other Assets

Description: Computer (CLRF Frm WCLRF)  
 Date Acquired: 7/15/1995  
 How Acquired: Purchase  
 Date Sold: 7/15/2001  
 To Whom Sold: Junked and disposed.  
 Gross Sales Price: 0.  
 Cost or Other Basis: 1,500.  
 Depreciation: 1,500.

Gain (Loss) 0.

Description: Computer, monitor, printr  
 Date Acquired: 12/15/1995  
 How Acquired: Purchase  
 Date Sold: 7/15/2001  
 To Whom Sold: Junked and disposed.  
 Gross Sales Price: 0.  
 Cost or Other Basis: 2,000.  
 Depreciation: 2,000.

Gain (Loss) 0.

Description: Furniture & fixtures  
 Date Acquired: 12/31/1988  
 How Acquired: Purchase  
 Date Sold: 7/15/2001  
 To Whom Sold: Junked and disposed.  
 Gross Sales Price: 0.  
 Cost or Other Basis: 8,467.  
 Depreciation: 8,467.

Gain (Loss) 0.

Description: Memory upgrade - GW2000  
 Date Acquired: 9/04/1996  
 How Acquired: Purchase  
 Date Sold: 7/15/2001  
 To Whom Sold: Junked and disposed.  
 Gross Sales Price: 0.  
 Cost or Other Basis: 371.  
 Depreciation: 358.

Gain (Loss) -13.

Description: Computer - LSM Illinois  
 Date Acquired: 7/12/1996  
 How Acquired: Purchase  
 Date Sold: 12/31/2001  
 To Whom Sold: Abandoned and junked  
 Gross Sales Price: 0.  
 Cost or Other Basis: 1,900.

6/24/02

11:08AM

Statement 1 (continued)  
Form 990, Part I, Line 8  
Net Gain (Loss) from Noninventory Sales

Depreciation:	1,900.	Gain (Loss)	0.
---------------	--------	-------------	----

Description:	Memory upgrade		
Date Acquired:	12/10/1996		
How Acquired:	Purchase		
Date Sold:	7/15/2001		
To Whom Sold:	Junked and disposed.		
Gross Sales Price:	0.		
Cost or Other Basis:	160.		
Depreciation:	147.	Gain (Loss)	-13.

Description:	Leased phone system - returned to lessor		
Date Acquired:	6/01/1996		
How Acquired:	Purchase		
Date Sold:	6/15/2001		
To Whom Sold:			
Gross Sales Price:	0.		
Cost or Other Basis:	27,138.		
Depreciation:	27,138.	Gain (Loss)	0.

Description:	Laptop PC (Winbook)		
Date Acquired:	6/20/1998		
How Acquired:	Purchase		
Date Sold:	7/15/2001		
To Whom Sold:	Returned under warranty.		
Gross Sales Price:	0.		
Cost or Other Basis:	2,268.		
Depreciation:	1,362.	Gain (Loss)	-906.

Description:	Upgrades for LAN		
Date Acquired:	7/31/1998		
How Acquired:	Purchase		
Date Sold:	7/15/2001		
To Whom Sold:	Junked and disposed.		
Gross Sales Price:	0.		
Cost or Other Basis:	2,322.		
Depreciation:	1,354.	Gain (Loss)	-968.

Description:	PC (Public Ministries)		
Date Acquired:	9/04/1998		
How Acquired:	Purchase		
Date Sold:	7/15/2001		
To Whom Sold:	Junked and disposed.		
Gross Sales Price:	0.		
Cost or Other Basis:	1,300.		
Depreciation:	737.	Gain (Loss)	-563.

Description:	Network HUB - CLRF		
Date Acquired:	10/14/1998		
How Acquired:	Purchase		
Date Sold:	7/15/2001		

6/24/02

11:08AM

**Statement 1 (continued)**  
**Form 990, Part I, Line 8**  
**Net Gain (Loss) from Noninventory Sales**

To Whom Sold:	Junked and disposed.		
Gross Sales Price:	0.		
Cost or Other Basis:	1,429.		
Depreciation:	786.		
		Gain (Loss)	-643.
Description:	PC (SBC)		
Date Acquired:	11/18/1998		
How Acquired:	Purchase		
Date Sold:	7/15/2001		
To Whom Sold:	Junked and disposed.		
Gross Sales Price:	0.		
Cost or Other Basis:	2,140.		
Depreciation:	1,106.		
		Gain (Loss)	-1,034.
Description:	Facsimile/copier		
Date Acquired:	7/13/1999		
How Acquired:	Purchase		
Date Sold:	12/31/2001		
To Whom Sold:	Abandoned and junked		
Gross Sales Price:	0.		
Cost or Other Basis:	754.		
Depreciation:	377.		
		Gain (Loss)	-377.
Description:	Buildout-Trinity Uni (LSM)		
Date Acquired:	7/01/1999		
How Acquired:	Purchase		
Date Sold:	12/31/2001		
To Whom Sold:	Abandoned		
Gross Sales Price:	0.		
Cost or Other Basis:	5,293.		
Depreciation:	1,890.		
		Gain (Loss)	-3,403.
Description:	Network hub FE516		
Date Acquired:	9/01/1999		
How Acquired:	Purchase		
Date Sold:	7/15/2001		
To Whom Sold:	Junked and disposed.		
Gross Sales Price:	0.		
Cost or Other Basis:	744.		
Depreciation:	273.		
		Gain (Loss)	-471.
Description:	Network server		
Date Acquired:	4/18/2000		
How Acquired:	Purchase		
Date Sold:	12/31/2001		
To Whom Sold:	Abandoned and junked		
Gross Sales Price:	0.		
Cost or Other Basis:	1,844.		
Depreciation:	615.		
		Gain (Loss)	-1,229.
Description:	PC Insight computer		
Date Acquired:	6/15/2000		

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**Statement 1 (continued)**  
**Form 990, Part I, Line 8**  
**Net Gain (Loss) from Noninventory Sales**

How Acquired:	Purchase		
Date Sold:	12/31/2001		
To Whom Sold:	Abandoned and junked		
Gross Sales Price:	0.		
Cost or Other Basis:	1,511.		
Depreciation:	478.		
		Gain (Loss)	-1,033.
		Total Gain (Loss) Other Assets	\$ <u>-10,653.</u>
		Total Net Gain (Loss) From Noninventory Sales	\$ <u>-12,589.</u>

**Statement 2**  
**Form 990, Part I, Line 16**  
**Payments to Affiliates**

<u>Name and Address</u>	<u>Purpose of Payment</u>	<u>Amount</u>
CLRF Advocates, Inc. 4208 Evergreen Lane, Suite 222 Annandale, VA 22003-3251	Operating support services	\$ 2,788.
	Total	\$ <u>2,788.</u>

**Statement 3**  
**Form 990, Part I, Line 20**  
**Other Changes in Net Assets or Fund Balances**

Amortization - in-kind software donation.....	\$	-35,664.
In-kind donation - Chaplaincy office.....		18,000.
In-kind donation - CLSNet website.....		54,264.
In-kind donation - LSM mission office.....		10,560.
In-kind donation - Used furniture.....		3,470.
In-kind expense - Chaplaincy office.....		-18,000.
In-kind expense - LSM office rent.....		-10,560.
Net unrealized gain on investments.....		70.
	Total	\$ <u>22,140.</u>

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**Statement 4  
Form 990, Part II, Line 43  
Other Expenses**

	(A) <u>Total</u>	(B) <u>Program Services</u>	(C) <u>Management &amp; General</u>	(D) <u>Fundraising</u>
Bank charges (6420)	130.	117.	1.	12.
Bank charges (8320)	1,299.	1,149.	99.	51.
Chapter support	108.	108.		
Charitable gifts	1,323.	1,323.		
CLRF Advocacy	6,998.	6,998.		
CLNet website	18,950.	16,773.	1,437.	740.
Credit card discounts	9,871.	9,164.		707.
Dues and memberships	1,113.	986.	84.	43.
Franchise taxes	23.	20.	2.	1.
Insurance	3,950.	3,496.	300.	154.
Less, affiliate share of costs	-16,756.		-9,654.	-7,102.
Licenses & fees	804.	679.	125.	
Moody Radio Feature	2,547.	2,547.		
Outside services	16,561.	16,561.		
Outsourced services	52,590.	40,422.	5,647.	6,521.
Payroll services	837.	740.	64.	33.
Pension plan administration	422.	374.	32.	16.
Public relations	989.	989.		
Special projects	1,368.	1,319.	49.	
Taxes - Other	2,084.	1,845.	158.	81.
<b>Total</b>	<b><u>\$ 105,211.</u></b>	<b><u>\$ 105,610.</u></b>	<b><u>\$ -1,656.</u></b>	<b><u>\$ 1,257.</u></b>

**Statement 5  
Form 990, Part III  
Organization's Primary Exempt Purpose**

TO ENCOURAGE CHRISTIAN LAWYERS TO PRACTICE LAW AS THEIR CHRISTIAN MINISTRY. Inspired by Jesus' admonition to the lawyers and judges of His day to "do justice with the love of God, never forgetting the weightier matters of the law: justice, mercy and faithfulness, Christian Legal Society ("CLS") is a national non-profit, religious, membership association of lawyers, judges, law professors, law students and associated friends of the society.

CLS was founded in 1961 to bring together lawyers, law students and others to pursue the following objectives which, as amended, remain CLS' core purposes:

1. "To proclaim Jesus as Lord through all that we do in the field of law and other disciplines."
2. "To provide a means of society, fellowship and nurture among Christian lawyers."
3. "To encourage Christian lawyers to view law as ministry."
4. "To clarify and promote the concept of the Christian lawyer and to help Christian lawyers integrate liberty, the sanctity of human life and biblical conflict reconciliation."
5. "To encourage, disciple and aid Christian students preparing for the legal profession."
6. "To provide a forum for the discussion of problems relating to Christianity and the law."
7. "To cooperate with bar associations and other organizations in asserting and maintaining high standards of legal ethics."
8. "To encourage lawyers to furnish legal services to the poor and needy, and grant special consideration to the legal needs of churches and other charitable

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**Statement 5 (continued)**  
**Form 990, Part III**  
**Organization's Primary Exempt Purpose**

organizations."

CLS conducts its operations through four ministries: The Law Student Ministries (campus ministry); the Center for Law and Religious Freedom (public education and legal advocacy); Public Ministries (legal aid, biblical reconciliation, and legal referral); and Membership Ministries (pastoral care and support of our members through various publications, member benefits and voluntary services).

Through CLS' Membership and Law Student Ministries, operating through CLS' 90 attorney and 175 law student chapters and fellowships located in all fifty and more than 1100 cities, CLS encourages the maintenance of an accountable personal and professional lifestyle by each of its members that is characterized by humbly seeing oneself truly as God sees us, loving God completely and others compassionately.

Through CLS' Public Ministries and its Center for Law and Religious Freedom, CLS provides three national and local avenues through which the national staff attorneys and its members may seek to advocate justice, biblical reconciliation, the sanctity of human life, and religious liberty. First, CLS recruits and trains lawyers to provide Christian legal aid to the truly needy. Second, CLS trains and encourages its members to reflect the biblical principles Christ modeled: truth, justice, sacredness of life, freedom of conscience, and biblical conflict reconciliation through personal confession and forgiveness of wrongs. Third, CLS' staff attorneys, directly and through assisting the volunteer services of CLS members, provide legal services in the defense of the sanctity of human life and religious liberty.

CLS believes that voluntary, accountable fellowship in Christ most consistently mobilizes our more than 3000 CLS members and the more than 11,000 lawyers who have signed CLS' statement of faith, as well as the thousands more who attend CLS events or receive CLS resources without joining CLS, to ethically practice law, best serve their clients, locally volunteer his or her services in aid of the poor, actively mentor a student, promote the biblical reconciliation of conflict, protect the sanctity of innocent human life from conception to natural death, and defend a "neighbor" persecuted or discriminated against for the exercise of their free religious conscience.

**Statement 6**  
**Form 990, Part III, Line a**  
**Statement of Program Service Accomplishments**

Description	Grants and Allocations	Program Service Expenses
Membership Ministries: Facilitates a means of society, fellowship and nurturing among Christian lawyers, judges, law professors and students, helping them to view law vocationally as an opportunity for Christian witness, service and ministry.		445,974.
Conferences: Sponsors local and national conferences for attorneys and law students.		

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**Statement 6 (continued)**  
**Form 990, Part III, Line a**  
**Statement of Program Service Accomplishments**

Description	Grants and Allocations	Program Service Expenses
		312,743.
Center for Law and Religious Freedom: Protects and promotes the inalienable and constitutional rights of free exercise of religion and sanctity of human life, provides consultative services, researches current issues, publishes a quarterly journal, and provides strategic litigation support at appellant and trial court levels.		358,792.
Public Ministries: Promotes the training and certification of Christian lawyers in Biblical reconciliation techniques and conflict resolution. Encourages members to provide legal aid, both individually and through local CLS sponsored Christian Legal Aid projects (34 projects operating in 2001), in active cooperation with social service providers like the International Union of Gospel Missions, the Salvation Army or Catholic Social Services.		63,762.
Law Student Ministries: Establishes CLS-affiliated student chapters at law schools and colleges throughout the United States. Operates the Institute of Christian Legal Studies as an outreach to pre-law advisors, law professors, and law students. Provides mentors and resources to foster spiritual growth among law students, outreach through public service, and integration of legal practice and Christian faith.		273,342.
	<u>\$ 0.</u>	<u>\$ 1,454,613.</u>

**Statement 7**  
**Form 990, Part IV, Line 51**  
**Other Notes and Loans Receivable**

Notes and Loans Reported Separately	Balance Due	Doubtful Accounts Allowance
Borrower's Name: Margaret J. Mayberry		
Borrower's Title:		
Date of Note: 9/21/2000		
Maturity Date:		
Repayment Terms:		
Interest Rate:		
Security Provided:		
Purpose of Loan: Advance to Employee		
Borrower Relationship: Employee		
Consideration:		
Consideration FMV:		
Original Amount: \$ 695.		
Balance Due:	\$ 0.	

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**Statement 7 (continued)**  
**Form 990, Part IV, Line 51**  
**Other Notes and Loans Receivable**

Doubtful Acct. Allow.: \$ 0.

Borrower's Name: Glandion Carney  
 Borrower's Title: MM Chaplain  
 Date of Note: 5/01/2001  
 Maturity Date:  
 Repayment Terms: Payroll withdrawal  
 Interest Rate:  
 Security Provided:  
 Purpose of Loan: Payroll advance  
 Borrower Relationship: Employee  
 Consideration:  
 Consideration FMV:  
 Original Amount: \$ 5,000.  
 Balance Due: \$ 313.  
 Doubtful Acct. Allow.: \$ 0.

Total Notes and Loans Reported Separately \$ 313. \$ 0.

Total Net Receivables \$ 313.

**Statement 8**  
**Form 990, Part IV, Line 54**  
**Investments - Securities**

Corporate Stocks	Valuation Method	Amount
8 shares EMC Corp Mass	Market Value	\$ 0.
143 shares Eli Lilly Co	Market Value	0.
317 Morgan Stanley Utility Fund B	Market Value	4,159.
	Total	\$ 4,159.

Total Investments - Securities \$ 4,159.

**Statement 9**  
**Form 990, Part IV, Line 57**  
**Land, Buildings, and Equipment**

Category	Basis	Accum. Deprec.	Book Value
Furniture and Fixtures	\$ 14,420.	\$ 8,691.	\$ 5,729.
Machinery and Equipment	49,055.	25,010.	24,045.
Improvements	3,476.	787.	2,689.
Miscellaneous	33,405.	3,380.	30,025.
Total	<u>\$ 100,356.</u>	<u>\$ 37,868.</u>	<u>\$ 62,488.</u>

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**Statement 10  
Form 990, Part IV, Line 58  
Other Assets**

Deposits.....	\$	11,000.
Net Intangible Assets.....		148,912.
Trademarks.....		4,664.
Total	\$	<u>164,576.</u>

**Statement 11  
Form 990, Part IV, Line 64b  
Mortgages and Other Notes Payable**

Other Notes Payable

Lender's Name:	SunTrust Bank	
Date of Note:	6/13/2001	
Maturity Date:	6/15/2006	
Repayment Terms:	\$641.48 per month; 60 months	
Interest Rate:	7.50%	
Security Provided:	Telephone system	
Purpose of Loan:	Replace telephone system	
Original Amount:	32,000.	
Balance Due:		\$ 29,310.
		\$ <u>29,310.</u>
Total	\$	<u>29,310.</u>

**Statement 12  
Form 990, Part IV-A, Line b(4)  
Other Amounts**

Affiliate revenue on separate Form 990.....	\$	138,196.
Donated office furniture.....		3,470.
Total	\$	<u>141,666.</u>

**Statement 13  
Form 990, Part IV-A, Line d(2)  
Other Amounts**

Affiliate organization costs written off.....	\$	1,071.
Total	\$	<u>1,071.</u>

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**Statement 14**  
**Form 990, Part IV-B, Line b(4)**  
**Other Amounts**

Affiliate operating expenses.....	\$	126,355.
Allocated affiliate admin support.....		9,654.
Allocated affiliate fundraising support.....		7,102.
<b>Total</b>	<b>\$</b>	<b><u>143,111.</u></b>

**Statement 15**  
**Form 990, Part IV-B, Line d(2)**  
**Other Amounts**

Line 16 Support services for affiliate.....	\$	2,788.
<b>Total</b>	<b>\$</b>	<b><u>2,788.</u></b>

**Statement 16**  
**Form 990, Part V**  
**List of Officers, Directors, Trustees, and Key Employees**

<u>Name and Address</u>	<u>Title and Average Hours Per Week Devoted</u>	<u>Compen- sation</u>	<u>Contri- bution to EBP &amp; DC</u>	<u>Expense Account/ Other</u>
Samuel B. Casey 4208 Evergreen Lane, Suite 222 Annandale, VA 22003-3264	Exec. Director 40	\$ 90,850.	\$ 16,473.	\$ 0.
David J. Allen 290 S. County Farm Rd, 3rd Flr Wheaton, IL 60187-4526	Pres & Chairman None	0.	0.	0.
LeClair L. Flaherty 27655 Middlebelt Rd, Suite 170 Farmington Hills, MI 48334-5029	Director None	0.	0.	0.
Steffen N. Johnson 190 S. LaSalle Street Chicago, IL 60603-3441	Director None	0.	0.	0.
Carla D. Moore 217 S. High St., #917 Akron, OH 44308	Director None	0.	0.	0.
Sylvia Chen 925 Forest Avenue Deerfield, IL 60015	Director None	0.	0.	0.
Teresa S. Collett 1301 San Jacinto Street Houston, TX 77002-7000	Director None	0.	0.	0.

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**Statement 16 (continued)**  
**Form 990, Part V**  
**List of Officers, Directors, Trustees, and Key Employees**

<u>Name and Address</u>	<u>Title and Average Hours Per Week Devoted</u>	<u>Compen- sation</u>	<u>Contri- bution to EBP &amp; DC</u>	<u>Expense Account/ Other</u>
Herbert A. Jensen 7440 N. Shadeland Ave, Ste 202 Indianapolis, IN 46250-2027	Director None	\$ 0.	\$ 0.	\$ 0.
Timothy C. Klenk 150 N. Michigan Ave, #2500 Chicago, IL 60601-7567	Treasurer None	0.	0.	0.
Raymond J. Dague 472 S. Salina Street, #620 Syracuse, NY 13202-2401	Director None	0.	0.	0.
Jonathan E. Maire 1345 Sherwood Road Williamston, MI 48895	Director None	0.	0.	0.
Timothy Belz 112 South Hanley, Suite 200 St. Louis, MO 63105	Director None	0.	0.	0.
Stephen H. Leonhardt 1700 Lincoln St, Suite 2400 Denver, CO 80203-4524	Director None	0.	0.	0.
William D. Rehwald 5855 Topanga Canyon, Suite 400 Woodland Hills, CA 91367-4600	Director None	0.	0.	0.
H. Robert Showers 305 Harrison St, SE, 3rd Floor Leesburg, VA 20175	Director None	0.	0.	0.
Keith Watkins 78 South Court Square Troy, AL 36081-0489	Director None	0.	0.	0.
Kenneth O. Simon 505 North 20th Street, Ste 115 Birmingham, AL 35203	Director None	0.	0.	0.
Wallace L. Larson, Sr. 3300 N. Central Ave., #1900 Phoenix, AZ 85012	Pres. Elect None	0.	0.	0.
David Simpson 909 Mar Walt Drive, Ste 1024 Fort Walton Beach, FL 32547-6768	Director None	0.	0.	0.

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Statement 16 (continued)  
Form 990, Part V  
List of Officers, Directors, Trustees, and Key Employees

Name and Address	Title and Average Hours Per Week Devoted	Compen- sation	Contri- bution to EBP & DC	Expense Account/ Other
Peter F. Rathbun 1865 Broadway New York, NY 10023	Director None	\$ 0.	\$ 0.	\$ 0.
Richard B. Couser PO Box 3550 Concord, NH 03302-3550	Past Pres & Sec None	0.	0.	0.
Beverly B. Ellis 3527 N.E. 100th Street Seattle, WA 98125	Honorary Member None	0.	0.	0.
Timothy Smith 3435 American River Dr, Ste A Sacramento, CA 95864-5743	Director None	0.	0.	0.
Michael K. Whitehead 1201 Walnut Street, Suite 2200 Kansas City, MO 64106	Director None	0.	0.	0.
Thomas S. Brandon, Jr. 301 Commerce St, 3500 City Ctr Fort Worth, TX 76102-4135	Director None	0.	0.	0.
J. Craig Shultz 205 E. Central Avenue Wichita, KS 67202-1071	Director None	0.	0.	0.
Eugene H. Fahrenkrog, Jr. 1034 S. Brentwood Blvd, #1300 St. Louis, MO 63117-1213	Director None	0.	0.	0.
Sandra G.Y. Young 98-211 Pali Momi Street Aiea, HI 96701-4318	Director None	0.	0.	0.
Stephen A. Tuggy 601 South Figueroa St, 40th Fl Los Angeles, CA 90017-5758	Director None	0.	0.	0.
David J. Lee 4208 Evergreen Lane, Suite 222 Annandale, VA 22003	C00 40	83,398.	20,545.	0.
Total		<u>\$ 174,248.</u>	<u>\$ 37,018.</u>	<u>\$ 0.</u>

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**Statement 17**  
**Form 990, Part VIII**  
**Relationship of Activities to the Accomplishment of Exempt Purposes**

Line #	Explanation of Activities
93a	Advertising: Miscellaneous and irregular member service provided on an occasional basis.
93b	The Chaplaincy program is a function of membership ministries, providing spiritual care to our members.
93c	Conference registrations: National conferences held for student and lawyer members. Society conferences provide education, motivation, and Christian fellowship. The National Student Leadership Conference provides training, experience and Christian fellowship for law students.
93d	Sales of books, tapes, subscriptions, etc.: Educates, motivates, and informs members on topics of interest to them.
93e	Speaker fees and reimbursements: The Society routinely provides speakers to inform, educate, and motivate member and outside groups about the Society's mission, goals, and other topics of relevant current interest. When honoraria and expense reimbursements are volunteered, the funds are turned over to the Society.
94	Membership dues and assessments: Annual dues paid by lawyers, students, and associate members to obtain the services of the organization and to provide funds needed to operate the Center for Law and Religious Freedom, Law Student Ministries, Public Ministries, and Membership Ministries.
97b	The Society sublets space in its Annandale, VA offices to the C.S. Lewis Institute, Inc., which is also an IRC Sec. 503(c)(3) entity.
103c	Tenant expenses: In the course of subletting office space to the C.S. Lewis Institute, the Society provides access to its copier, postage meter, and UPS account. The Institute is billed monthly for its usage and reimburses the Society for actual costs.
103b	The society receives royalties when its members take advantage of limited affinity offers.

**Statement 18**  
**Schedule A, Part III, Line 2**  
**Transactions with Trustees, Directors, Etc.**

Question 2d -- Disclosure in addition to Form 990, Part V

Jill L. Casey, wife of the Executive Director, is also a full-time employee of the association. As Executive Assistant, her duties are spread among the administration, development, membership, and conference coordination functions. She reports to the Chief Operating Officer. Her 2001 compensation was \$29,737 in direct salary and \$1,487 in contribution to her 403(b) retirement account.

The Following employees, who are children of officers, performed part-time

**Statement 18 (continued)**  
**Schedule A, Part III, Line 2**  
**Transactions with Trustees, Directors, Etc.**

clerical services for the association during 2001:

Names	Wages
-----	-----
Kelly F. Casey	\$1,107
Samuel B. Casey, IV	477
David J. Lee, Jr.	1,166
Joseph Lee	1,013

None of these employees were eligible for, nor received, any fringe benefits.

**Statement 19**  
**Schedule A, Part IV-A, Line 22**  
**Other Income**

Description	(a) 2000	(b) 1999	(c) 1998	(d) 1997	(e) Total
Tenant reimbursements	\$ 2,428.	\$ 527.	\$ 2,895.	\$ 8,222.	\$ 14,072.
Total	<u>\$ 2,428.</u>	<u>\$ 527.</u>	<u>\$ 2,895.</u>	<u>\$ 8,222.</u>	<u>\$ 14,072.</u>

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**Balance Sheet**  
**Intangible assets - Ending**

General software.....	\$	9,850.
CLSNet website development costs.....		234,135.
HQ local area network.....		16,680.
VRL website.....		12,400.
<b>Total</b>	<b>\$</b>	<b><u>273,065.</u></b>

**Balance Sheet**  
**Intangible assets - Ending**

General software.....	\$	9,850.
CLSNet website development costs.....		234,135.
HQ local area network.....		16,680.
VRL website.....		12,400.
<b>Total</b>	<b>\$</b>	<b><u>273,065.</u></b>

**Balance Sheet**  
**Accumulated amortization - Ending**

General software amortization.....	\$	9,850.
CLSNet software amortization.....		96,393.
HQ local area network amortization.....		10,710.
VRL website amortization.....		7,200.
<b>Total</b>	<b>\$</b>	<b><u>124,153.</u></b>

**Revenue/Expense Reconciliation (990)**  
**Donated services and use of facilities**

LSM - Rent-free use of mission office.....	\$	10,560.
Membership - Rent-free use of Georgia office.....		18,000.
SBI - donated CLSNet services.....		54,264.
<b>Total</b>	<b>\$</b>	<b><u>82,824.</u></b>

**Revenue/Expense Reconciliation (990)**  
**Donated services and use of facilities**

Donated mission office space.....	\$	28,560.
Amortization of CLSNet website update.....		32,466.
Donated furniture.....		0.
Reported on affiliate's Form 990.....		0.
<b>Total</b>	<b>\$</b>	<b><u>61,026.</u></b>

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## 2001 Federal Book Depreciation Schedule

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Christian Legal Society

36-6101090

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No.	Description	Date Acquired	Date Sold	Cost/ Basis	Bus. Pct.	Cur 179 Bonus	Special Depr. Allow.	Prior 179/ Bonus/ Sp. Depr.	Prior Dec. Bal. Depr.	Salvage /Basis Reductn	Depr. Basis	Prior Depr.	Method	Life	Rate	Current Depr.
Form 990/990-PF																
Computer Equipment - Fairfax																
1	Computer (CLRF Frm WCLRF)	7/15/95	7/15/01	1,500							1,500	1,500	S/L	5		0
2	Computer, monitor, printr	12/15/95	7/15/01	2,000							2,000	2,000	S/L	5		0
5	Memory upgrade - GW2000	9/04/96	7/15/01	371							371	321	S/L	5		37
6	Panasonic UF788 Facsimile	8/15/96		3,057							3,057	2,699	S/L	5		358
8	Memory upgrade	12/10/96	7/15/01	160							160	131	S/L	5		16
10	Cybermax PC	7/10/97		2,149							2,149	1,505	S/L	5		430
12	PC Cybermax	10/06/97		3,210							3,210	2,087	S/L	5		642
15	Laptop PC (Winbook)	6/20/98	7/15/01	2,268							2,268	1,135	S/L	5		227
16	Laptop PC (Winbook) (LSM)	6/20/98		2,267							2,267	1,133	S/L	5		453
17	Pentium 266 (Mbrship)	7/09/98		2,230							2,230	1,115	S/L	5		446
18	PC (Admin)	8/15/98		1,332							1,332	643	S/L	5		266
19	Upgrades for LAN	7/31/98	7/15/01	2,322							2,322	1,122	S/L	5		232
20	PC (Public Ministries)	9/04/98	7/15/01	1,300							1,300	607	S/L	5		130
21	PC (CLRF)	9/14/98		2,499							2,499	1,167	S/L	5		500
22	Network HUB - CLRF	10/14/98	7/15/01	1,429							1,429	643	S/L	5		143
23	PC (SBC)	11/18/98	7/15/01	2,140							2,140	892	S/L	5		214
24	Winbook XL2 PII236	4/05/99		4,432							4,432	1,551	S/L	5		886
26	AMD 350MH Workstation	7/12/99		1,018							1,018	306	S/L	5		204
27	P-III 450MH Administrator	7/12/99		1,843							1,843	553	S/L	5		369
30	Network cabling	9/01/99		2,550							2,550	680	S/L	5		510
31	Network server	9/01/99		2,664							2,664	711	S/L	5		533
32	Network hub FE516	9/01/99	7/15/01	744							744	199	S/L	5		74
33	Network components	9/01/99		1,489							1,489	397	S/L	5		298
34	Network cards	9/01/99		329							329	88	S/L	5		66

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## 2001 Federal Book Depreciation Schedule

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Client 2150

Christian Legal Society

36-6101090

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No.	Description	Date Acquired	Date Sold	Cost/ Basis	Bus. Pct.	Cur 179 Bonus	Special Depr. Allow.	Prior 179/ Bonus/ Sp. Depr.	Prior Dec. Bal. Depr.	Salvage /Basis Reductn	Depr. Basis	Prior Depr.	Method	Life	Rate	Current Depr.	
42	Network hardware	2/01/00		1,388							1,388	254	S/L	5		278	
43	HQ network components	4/26/00		1,319							1,319	176	S/L	5		264	
47	WinBook XL Battery	6/08/00		161							161	19	S/L	5		32	
48	Monitor 17" Princeton	6/21/00		219							219	22	S/L	5		44	
49	Monitor 15" Digiview	6/21/99		131							131	39	S/L	5		26	
50	PC P-III 650 & peripherals	6/15/00		1,809							1,809	211	S/L	5		362	
54	Sony Dgtl Camera-Batt&Adp	10/31/00		1,159							1,159	64	S/L	3		386	
55	Epson LCD Projector	10/17/00		4,625							4,625	257	S/L	3		1,542	
59	Computers (2)	2/15/01		1,745							1,745		S/L	5		320	
64	Network rack (BlkBox)	8/30/01		769							769		S/L	5		51	
65	Computer equipment	8/31/01		1,011							1,011		S/L	5		67	
92	Ext harddrive 400GB	12/27/01		3,650							3,650		S/L	5		0	
Total Computer Equipment - Fairfax				63,289		0	0	0	0	0	63,289	24,227				10,406	
Computer Equipment - Illinois																	
7	Computer - LSM Illinois	7/12/96	12/31/01	1,900							1,900	1,710	S/L	5		190	
28	Facsimile/copier	7/13/99	12/31/01	754							754	226	S/L	5		151	
44	Network server	4/18/00	12/31/01	1,844							1,844	246	S/L	5		369	
51	PC Insight computer	6/15/00	12/31/01	1,511							1,511	176	S/L	5		302	
Total Computer Equipment - Illinois				6,009		0	0	0	0	0	6,009	2,358				1,012	
Furniture and Fixtures																	
3	Table & chairs (SBC)	9/15/94		730							730	659	S/L	7		71	
4	Furniture & fixtures	12/31/88	7/15/01	8,467							8,467	8,467	S/L	7		0	
11	Display booth	6/01/97		8,454							8,454	6,059	S/L	5		1,691	
56	Chair, exec, taupe lthr	2/25/01		157							157		S/L	7		19	



12/31/01

## 2001 Federal Book Depreciation Schedule

Page 4

Client 2150

Christian Legal Society

36-6101090

6/24/02

11:08AM

No.	Description	Date Acquired	Date Sold	Cost/ Basis	Bus. Pct	Cur 179 Bonus	Special Depr. Allow.	Prior 179/ Bonus/ Sp. Depr.	Prior Dec. Bal. Depr.	Salvage /Basis Reductn	Depr. Basis	Prior Depr.	Method	Life	Rate	Current Depr.	
60	Soundstation w/ periph.	3/15/01		590							590		S/L	5		98	
63	Artisoft TeleVantagePCPBX	6/28/01		32,815							32,815		S/L	5		3,282	
Total Office equipment - Fairfax Cou				33,405		0	0	0	0	0	33,405	0				3,380	
Software - CLSNet Website																	
25	CLSNet WebPage Update	7/01/99		15,022							15,022	7,511	S/L	3		5,007	
35	CLSNet WebPage(InKind)	9/01/99		85,699							85,699	38,088	S/L	3		28,566	
36	CLSNet WebPage	11/30/99		2,473							2,473	893	S/L	3		824	
61	Website upgrade	5/15/01		9,390							9,390		S/L	3		2,087	
62	Website upgrade	6/15/01		6,984							6,984		S/L	3		1,358	
66	CLSNet Update (Inkind)	1/31/01		2,299							2,299		S/L	3		702	
67	CLSNet Update (Inkind)	2/28/01		1,905							1,905		S/L	3		529	
68	CLSNet Update (Inkind)	3/31/01		1,118							1,118		S/L	3		280	
69	CLSNet Update (Inkind)	4/30/01		3,006							3,006		S/L	3		668	
70	CLSNet Update (Inkind)	5/31/01		9,460							9,460		S/L	3		1,839	
71	CLSNet Update (Inkind)	6/30/01		6,924							6,924		S/L	3		1,154	
72	CLSNet Update (Inkind)	7/31/01		5,445							5,445		S/L	3		756	
73	CLSNet Update (Inkind)	8/31/01		5,120							5,120		S/L	3		569	
74	CLSNet Update (Inkind)	9/30/01		7,193							7,193		S/L	3		599	
75	CLSNet Website update	1/31/01		2,299							2,299		S/L	3		702	
76	CLSNet Website update	2/28/01		1,940							1,940		S/L	3		539	
77	CLSNet Website update	3/31/01		1,082							1,082		S/L	3		271	
78	CLSNet Website update	8/31/01		5,152							5,152		S/L	3		572	
79	CLSNet Website update	4/30/01		2,902							2,902		S/L	3		645	
80	CLSNet Website update	7/31/01		5,445							5,445		S/L	3		756	
81	CLSNet Website update	9/30/01		7,192							7,192		S/L	3		599	

12/31/01

## 2001 Federal Book Depreciation Schedule

Page 5

Client 2150

Christian Legal Society

36-6101090

6/24/02

11:08AM

No.	Description	Date Acquired	Date Sold	Cost/ Basis	Bus. Pct.	Cur 179 Bonus	Special Depr. Allow.	Prior 179/ Bonus/ Sp. Depr.	Prior Dec. Bal. Depr.	Salvage /Basis Reductn	Depr. Basis	Prior Depr.	Method	Life	Rate	Current Depr.	
82	CLSNNet Website update	11/30/01		31,635							31,635		S/L	3		879	
93	CLSNNet Update (Inkind)	12/31/01		11,796							11,796		S/L	3		0	
98	CLSNNet Website update	12/31/01		2,654							2,654		S/L	3		0	
Total Software - CLSNNet Website				234,135		0	0	0	0	0	234,135	46,492				49,901	
Software - HQ Network																	
37	BackOfficeServier 4.5-11	1/14/00		4,463							4,463	1,488	S/L	3		1,488	
38	NT-Workstation 4.0 - 15	1/14/00		2,504							2,504	835	S/L	3		835	
39	Office 2000 Pro - 15	1/14/00		3,698							3,698	1,233	S/L	3		1,233	
40	Network software	2/01/00		2,304							2,304	704	S/L	3		768	
41	Net Tollis Security	2/01/00		1,522							1,522	465	S/L	3		507	
53	Network software	6/01/00		2,187							2,187	425	S/L	3		729	
Total Software - HQ Network				16,678		0	0	0	0	0	16,678	5,150				5,560	
Software - Membership Functions																	
13	Membership Software(J.D.)	12/31/97		3,000							3,000	3,000	S/L	3		0	
14	RGS Money Maker (4 stns)	2/24/98		6,850							6,850	6,469	S/L	3		381	
Total Software - Membership Functi				9,850		0	0	0	0	0	9,850	9,469				381	
Software - VRL Website																	
45	VRL Website design	3/31/00		11,171							11,171	2,793	S/L	3		3,724	
46	VRL Website update	4/30/00		1,229							1,229	273	S/L	3		410	
Total Software - VRL Website				12,400		0	0	0	0	0	12,400	3,066				4,134	
Total Depreciation				434,561		0	0	0	0	0	434,561	132,249				80,260	

12/31/01

### 2001 Federal Book Depreciation Schedule

Page 6

Client 2150

Christian Legal Society

36-6101090

6/24/02

11:08AM

No.	Description	Date Acquired	Date Sold	Cost/ Basis	Bus. Pct.	Cur 179 Bonus	Special Depr. Allow	Prior 179/ Bonus/ Sp. Depr	Prior Dec. Bal. Depr.	Salvage /Basis Reductn	Depr. Basis	Prior Depr.	Method	Life	Rate	Current Depr.
	Grand Total Depreciation			<u>434,561</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>434,561</u>	<u>132,249</u>				<u>80,260</u>
	Depreciation Assets Sold			61,141		0	0	0	0	0	61,141	45,387				5,101
	Depr Remaining Assets			<u>373,420</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>373,420</u>	<u>86,862</u>				<u>75,159</u>

**BYLAWS**  
**OF**  
**CHRISTIAN LEGAL SOCIETY**  
**An Illinois Not for Profit Corporation**  
  
**(As amended through October 31, 2001)**

**ARTICLE 1 - PURPOSES**

The purposes for which the corporation is organized are wholly religious and include the following:

- To proclaim Jesus as Lord through all that we do in the field of law and other disciplines.
- To provide a means of society, fellowship and nurture among Christian lawyers.
- To encourage Christian lawyers to view law as ministry.
- To clarify and promote the concept of the Christian lawyer and to help Christian lawyers integrate their faith with their professional lives.
- To mobilize, at the national and local level, the resources needed to promote justice, religious liberty and reconciliation.
- To encourage, disciple and aid Christian students in preparing for the legal profession.
- To provide a forum for the discussion of problems relating to Christianity and the law.
- To cooperate with bar associations and other organizations in asserting and maintaining high standards of legal ethics.
- To encourage lawyers to furnish legal services to the poor and needy and grant special consideration to the legal needs of churches and other charitable organizations.
- To engage in all other activities in which a religious corporation incorporated under the Illinois General Not For Profit Corporation Act, and exempt from taxation under Section 501(c)(3) of the Internal Revenue Code of 1986, as they are from time to time amended, may lawfully engage.

**ARTICLE 2 - STATEMENT OF FAITH**

**SECTION 1. STATEMENT.** The corporation's statement of faith is as follows:

**STATEMENT OF FAITH:**

Trusting in Jesus Christ as my Savior, I believe in:

1. One God, eternally existent in three persons, Father, Son and Holy Spirit.

2. God the Father Almighty, Maker of heaven and earth.
3. The Deity of our Lord, Jesus Christ, God's only Son, conceived of the Holy Spirit, born of the virgin Mary; His vicarious death for our sins through which we receive eternal life; His bodily resurrection and personal return.
4. The presence and power of the Holy Spirit in the work of regeneration.
5. The Bible as the inspired Word of God.

**SECTION 2. ACKNOWLEDGMENT.** All officers, directors, regular and student members and senior staff of the corporation shall acknowledge their acceptance of, and agreement with, the corporation's statement of faith.

### ARTICLE 3 - OFFICES

The corporation shall continuously maintain in the State of Illinois a registered office and a registered agent whose business office is identical with such registered office, and may have other offices within or without the state.

### ARTICLE 4 - MEMBERS

**SECTION 1. SELECTION.** The members of the corporation shall consist of such persons as are selected in a manner determined by the board of directors from the applications of interested candidates.

**SECTION 2. APPLICATIONS.** Each candidate for membership shall submit to the corporation an application in a form approved by the board of directors of the corporation. However, no applicant shall be accepted as a member unless he or she affirmatively indicates in the application that he or she is trusting Jesus Christ as his or her personal Savior and accepts and agrees with the corporation's statement of faith.

**SECTION 3. CLASSES OF MEMBERS.** The members of the corporation shall be divided into three classes: regular members, student members and associate members.

a. Regular Members. Regular members shall include all members who are members of the bar of any jurisdiction of the United States or who are law school graduates.

b. Student Members. Student members shall include all members who are enrolled in law schools or other higher educational institutions in the United States.

c. Associate Members. Associate members shall include all members of the corporation who are neither regular members nor student members.

**SECTION 4. DUES.** Members shall pay dues to the corporation in such amounts and in such manner as shall from time to time be determined by the board of directors.

**SECTION 5. TERMINATION OF MEMBERSHIP.** The membership of each member of the corporation shall terminate upon that member's death, resignation or expulsion. In addition, unless otherwise determined by the board of directors, each member's membership shall terminate because of his or her non-payment of dues on a date which is ninety days after the last date for which that member's dues were paid. Unless otherwise determined by the board of directors, members whose membership has terminated may renew their membership only by reapplication, except that members whose membership has been terminated because of the non-payment of dues may reactivate their membership by the payment of current dues at any time within two years after the termination of their membership.

**SECTION 6. SUSPENSION AND EXPULSION.** Any member of the corporation may be suspended or expelled from membership with or without cause upon the affirmative vote of two-thirds (2/3) of the members of the board of directors present and voting at any meeting of the board of directors if, in the discretion of the board, as indicated by that vote, such suspension or expulsion would be in the best interests of the corporation.

**SECTION 7. ANNUAL MEETING.** An annual meeting of the members shall be held at such time as the board of directors may designate for the transaction of such business as may come before the meeting. If no such designation is made before the first day of November of any year, the annual meeting of members during that year shall be held on the second Friday of December. At each annual meeting of the members, the results of the election and appointment of directors shall be announced and the election and appointment will be deemed to take place at the time of that announcement.

**SECTION 8. SPECIAL MEETINGS.** Special meetings of the members may be called either by the president, the board of directors, or members having not less than one-fourth (1/4) of all of the votes entitled to be cast at such a meeting, for the purpose or purposes stated in the notice of the meeting.

**SECTION 9. PLACE OF MEETINGS.** The board of directors may designate any place as the place of meeting for any annual meeting or for any special meeting called by the board of directors. If no designation is made, or if a special meeting is otherwise called, the place of the meeting shall be the principal office of the corporation.

**SECTION 10. NOTICE OF MEETINGS.** Written notice stating the place, date and time of each meeting of the members and, in the case of a special meeting, the purpose or purposes for which the meeting is called, shall be delivered to each member of record entitled to vote at such meeting not less than five (5) nor more than sixty (60) days before the date of meeting, except in the case of a removal of one or more directors, when such notice shall be delivered to each member entitled to vote not less than twenty (20) nor more than sixty (60) days before the date of the meeting. Such notice shall be delivered either personally or by mail (by letter or in a publication of the corporation), by or at the direction of the president, or the secretary, or the officer or persons calling the meeting. If mailed, such notice shall be deemed to be delivered when deposited in the United States mail, addressed to the member at his or her address as it appears on the records of the corporation, with postage thereon prepaid. When a meeting is adjourned to another time or place, notice need not be given of the adjourned meeting if the time and place thereof are announced at the meeting at which the adjournment is taken.

**SECTION 11. FIXING RECORD DATE.** The date on which notice of a meeting of the members of the corporation is mailed (or otherwise delivered) shall be the record date for the determination of members entitled to vote, whether by mail or at that meeting or any adjournment thereof.

**SECTION 12. INSPECTORS.** At any meeting of members, the chairman of the meeting may, or upon the request of any members shall, appoint one or more persons as inspectors for such meeting. Such inspectors shall ascertain and report the number of votes represented at the meeting, based upon their determination of the validity and effect of proxies or mailed ballots; count all votes and report the results; and do such other acts as are proper to conduct the election and voting with impartiality and fairness to all the members. Each report of an inspector shall be in writing and signed by him or her or by a majority of them if there be more than one inspector acting at such meeting. If there is more than one inspector, the report of a majority shall be the report of the inspectors.

**SECTION 13. VOTING.** No members of the corporation shall have the right to vote except regular members who are in good standing and, except as required by other provisions of these bylaws, or the corporation's articles of incorporation, or law, such regular members shall have the right to vote only in the election and removal of directors. Regular members in good standing are those regular members who are current in the payment of their dues and whose membership has not been terminated by death, resignation or otherwise. Each regular member entitled to vote shall have one vote.

**SECTION 14. VOTING BY MAIL OR BY PROXY.** Unless otherwise determined by the board of directors, the annual election of directors by the regular members of the corporation entitled to vote shall take place by mail. If it does, ballots shall be mailed (or otherwise delivered) to all regular members entitled to vote at least sixty (60) days before that annual meeting of the corporation and, to be valid, ballots must be completed, mailed (or otherwise delivered) to the corporation and received by a date specified in the ballot, which shall be not later than fourteen (14) days before the election. If the election of directors does not take place by mail, it shall take place at the annual meeting of members and each regular member entitled to vote at that meeting may vote in person or by proxy executed in writing by the member or his or her duly authorized attorney-in-fact. No proxy shall be valid after eleven (11) months from the date of its execution unless otherwise provided in the proxy.

**SECTION 15. QUORUM AND MANNER OF ACTING.** Thirty (30) members entitled to vote, present in person, voting by mail, or represented by proxy, shall constitute a quorum at any meeting of members, provided, however, that if less than thirty (30) such members are present at such a meeting, a majority of such members present may adjourn the meeting without further notice. Except as otherwise provided in these bylaws, in the corporation's articles of incorporation, or by law, the vote of a majority of the votes entitled to be cast by the members present, voting by mail, or represented by proxy at a meeting at which a quorum is present, shall constitute the action of the members with respect to the matters voted upon.

## **ARTICLE 5 - BOARD OF DIRECTORS**

**SECTION 1. GENERAL POWERS.** The property, ministry and other affairs of the corporation shall be managed by or under the direction of its board of directors.

**SECTION 2. NUMBER AND QUALIFICATIONS.** The board of directors of the corporation shall consist of twenty-four (24) members and, ex officio, the president, president-elect, secretary, treasurer and immediate past president of the corporation. If the executive director of the corporation is a regular member of the corporation, he or she shall also be an ex officio member of the board of directors. (The assumption by an elected director of an office which makes that director an ex officio member of the board shall be deemed to create a vacancy of the elected directorship previously held by that director, which vacancy shall be filled by the board of directors as provided in Section 5 of this Article V.) Ex officio members of the board of directors shall have the same rights, privileges and responsibilities (including the right to vote) as other directors. All directors of the corporation must be regular members of the corporation. Directors may succeed themselves in office.

Directors are not eligible for reelection or reappointment to the Board for a period of one (1) year after they have completed nine (9) consecutive years of service on the Board unless they will serve ex officio as a result of their appointment as officers, except that directors as of May 1994 are eligible to serve for a period of six (6) years following the expiration of the terms of office they were serving at that time. A Director who is eligible for reelection or reappointment at the beginning of the term of office to which he or she is reelected or reappointed shall be entitled to complete the term of office.

**SECTION 3. ELECTION AND APPOINTMENT.** Six (6) members of the board of directors of the corporation shall be elected annually by the regular members of the corporation entitled to vote from a list of candidates selected by the board governance and nominating committee, provided, however, that members of the board of directors who have been elected by the regular members of the corporation or appointed to fill a vacancy in a seat the occupant of which is normally elected by the regular members of the corporation, may be renominated by the board governance and nominating committee and reelected by the board of directors and the number of members of the board of directors to be elected by the regular members of the corporation shall be reduced accordingly. Two (2) members of the board of directors of the corporation shall be appointed annually by the board of directors from a list of candidates selected by the board governance and nominating committee. In addition to the qualifications of all other board members elected by the regular members of the corporation entitled to vote, the candidates to be appointed hereunder by the board of directors shall not have served on the board of directors of the corporation at any time within the two (2)-year period before their initial appointment pursuant to this Section 3.

**SECTION 4. TENURE.** Each director other than ex officio shall hold office until the third (3rd) annual meeting of members following his or her election or appointment and until his or her successor has been elected or appointed except that the director's term of office shall be terminated sooner upon the director's death, upon the director's resignation or removal from office, upon the termination of the director's regular membership in the corporation, or upon the director's failure to attend two (2) consecutive regular meetings of the board of directors. A director whose term of office is terminated by reason of his or her failure to attend meetings of the board shall be eligible to fill the vacancy created by his or her termination. The term of each ex officio member of the board shall terminate upon the termination of the office by virtue of which he or she is a member of the board of directors.

**SECTION 5. VACANCIES.** Any vacancy occurring in the board of directors and any directorship to be filled by reason of an increase in the number of directors may be filled by the board of directors. Any director appointed by the board of directors to fill a vacancy shall be appointed for the unexpired term of his or her predecessor in office.

**SECTION 6. REGULAR MEETINGS.** Regular meetings of the board of directors shall be held at such time and place as the board of directors shall, from time to time, determine, except that there shall be at least two meetings of the board during each of the corporation's fiscal years. One such meeting shall be designated by the board (and in the notice of the meeting) as the annual meeting of the board. At each regular meeting of the board of directors, the directors may consider all such business as may properly come before the meeting without prior notice of such business having been given.

**SECTION 7. SPECIAL MEETINGS.** Special meetings of the board of directors may be called by the president or the secretary of the corporation, and must be called by the secretary upon the request of one-third (1/3) of the entire board of directors. Such meetings shall be held at such places as are designated by the president.

**SECTION 8. NOTICE.** Notice of each regular meeting of the board of directors shall be given to all directors in writing at least thirty (30) days in advance of that meeting and notice of each special meeting shall be given to all directors at least five (5) days in advance of that meeting. The notice of each such meeting shall include the date, place and time of the meeting. The designation of a regular meeting as the annual meeting of the board shall be included in the notice of that meeting. The determination of the board regarding the date, place and time of any regular meeting, and the designation of any such meeting as the board's annual meeting, as set forth in the minutes of the board, shall be sufficient notice if mailed to all board members at least thirty (30) days prior to that meeting.

**SECTION 9. QUORUM.** One-third (1/3) of the entire board of directors shall constitute a quorum, provided, however, that if less than one-third (1/3) of the entire board is present at a meeting, a majority of the directors present may adjourn the meeting at any time without further notice.

**SECTION 10. MANNER OF ACTING.** The act of the majority of the directors present at a meeting at which a quorum is present shall be the act of the board of directors, unless the act of a greater number is required by these bylaws, the corporation's articles of incorporation or applicable law. No director may act by proxy on any matter.

**SECTION 11. PARTICIPATION BY TELEPHONE.** Directors may participate in and act at any meeting of the board of directors through the use of a conference telephone or other communications equipment by means of which all persons participating in the meeting can communicate with each other. Participation in such meeting shall constitute attendance and presence in person at the meeting of the person or persons so participating.

**SECTION 12. INFORMAL ACTION BY DIRECTORS.** The authority of the board of directors may be exercised without a meeting if a consent in writing, setting forth the action taken, is signed by all of the directors entitled to vote. The consent of each director shall be evidenced by a written approval which sets forth the action taken and bears that director's signature. All approvals evidencing the consent shall be delivered to the secretary to be filed in the corporate records. The action taken shall be effective when all the directors have approved the consent unless the consent specifies a different effective date. Any such consent signed by all the directors shall have the same effect as a unanimous vote.

**SECTION 13. RESIGNATION AND REMOVAL OF DIRECTORS.** A director may resign at any time by written notice to the board of directors, the president or the secretary of the corporation. A director may be removed by the members, with or without cause, by the affirmative vote of two-thirds (2/3) of the members present and voting at any regular or special meeting of the members if the notice of the meeting is delivered in accordance with Article IV, Section 10 of these bylaws to all members entitled to vote on removal of directors and states that the purpose of the meeting is to vote upon the removal of one or more directors named in the notice. Only the director or directors named in the notice may be removed at that meeting.

**SECTION 14. COMPENSATION.** All directors shall serve without compensation for their services as members of the board of directors.

**SECTION 15. DIRECTORS EMERITUS AND HONORARY DIRECTORS.** The board of directors may at any time elect one or more former directors who are regular members of the corporation as directors emeritus, or spouses of former directors who are associate members of the corporation as honorary directors. A director emeritus or honorary director shall serve until removed by death, resignation, or majority vote of the board of directors; shall be entitled to participate but not vote at meetings of the board of directors; shall not be counted in determining whether or not a quorum exists for any meeting of the board of directors; may be a member of one or more standing committees of the corporation; shall be considered a member of the board of directors for the purpose of determining the composition of any committee of which he or she is a member; and may participate and vote at meetings of any committee of which he or she is a member.

## ARTICLE 6 - COMMITTEES

**SECTION 1. APPOINTMENT.** The board of directors, by resolution adopted by a majority of the directors in office, may create one (1) or more committees and appoint directors or such other persons as the board designates, to serve on the committee or committees. Each committee shall have two or more directors, a majority of its membership shall be directors, and all committee members shall serve at the pleasure of the board.

**SECTION 2. AUTHORITY.** To the extent specified by the board of directors or in these bylaws, each committee may exercise the authority of the board of directors; provided, however, that a committee may not: (1) adopt a plan for the distribution of the assets of the corporation, or for dissolution; (2) approve or recommend to members any act the Illinois General Not For Profit Corporation Act of 1986, as from time-to-time amended, requires to be approved by members; (3) fill vacancies on the board of directors or on any of its committees; (4) elect, appoint or remove any officer or director or member of any committee, or fix the compensation of any member of a committee; (5) adopt, amend, or repeal the bylaws or the articles of incorporation of the corporation; (6) adopt a plan of merger or adopt a plan of consolidation with another corporation, or authorize the sale, lease, exchange or mortgage of all or substantially all of the property or assets of the corporation; or (7) amend, alter, repeal or take action inconsistent with any resolution or action of the board of directors when the resolution or action of the board of directors provides by its terms that it shall not be amended, altered or repealed by action of a committee.

**SECTION 3. PROCEDURES.** Each committee may establish its own procedures for the conduct of its business provided that those procedures are not inconsistent with the following:

a. **Meetings and Notice.** Subject to action by the board of directors, each committee by majority vote of its members shall determine the time and place of its meetings and the notice required therefore.

b. **Quorum.** Unless the appointment by the board of directors requires a greater number, a majority of any committee shall constitute a quorum, and a majority of committee members present and voting at a meeting at which a quorum is present is necessary for committee action.

c. **Unanimous Consent.** A committee may act by unanimous consent in writing without a meeting, provided, however, that the consent shall be evidenced by one or more written approvals, each of which sets forth the action taken and bears the signature of one or more committee members. All of the approvals evidencing the consent shall be delivered to the secretary of the corporation to be filed in the corporate records. The action taken shall be effective when all the committee members have approved the consent unless the consent specifies a different effective date.

d. **Telephone Meetings.** Committee members may participate in and act at any meeting of a committee through the use of a conference telephone or other communications equipment by means of which all persons participating in the meeting can communicate with each other. Participation in such meeting shall constitute attendance and presence in person at the meeting of the person or persons so participating.

e. **Minutes.** Minutes of all meetings of the committee shall be prepared and provided to the secretary of the corporation for inclusion with the corporation's records.

**SECTION 4. STANDING COMMITTEES.** The standing committees of the board of directors shall be:

a. **Executive Committee.** The executive committee of the board of directors, serving at the pleasure of the board, shall consist of the president (who shall serve as its chairperson), president-elect, immediate past president, secretary, treasurer and executive director, who shall serve at the pleasure of the board. Subject to the limitations set forth in Section 2 of this Article 6, the executive committee shall have and exercise the full authority of the board of directors between meetings of the board.

b. **Board Governance and Nominating Committee.** The board governance and nominating committee shall consist of a chairperson and at least two (2) other directors of the corporation, all of whom shall be appointed by the board of directors and shall serve at the pleasure of the board. Each year the board governance and nominating committee shall nominate candidates from among the regular members of the corporation to fill each vacancy on the board of directors which arises as a result of the expiration of the terms of office of the directors whose terms then expire. The list of nominated candidates eligible for election by the regular members of the corporation entitled to vote shall be sent or otherwise provided to all members of the corporation entitled to vote, prior to or concurrent with the ballots for the election of directors as provided in Article IV, Section 14. The list of nominated candidates eligible for appointment by the board of directors pursuant to Article V, Section 3 shall be sent to all directors of the corporation with the notice of the annual meeting of the board of directors. At least forty (40) days before each annual membership meeting, the board governance and nominating committee shall nominate candidates from among the regular members of the corporation to fill each vacancy on the board of directors which arises as a result of the expiration of the terms of office of the directors whose terms then expire, except that the board governance and nomination committee shall not be required to nominate candidates for the offices of executive director, assistant secretary and assistant treasurer and those officers need not be members of the corporation. The person nominated by the board governance and nominating committee to serve as officers may be, but need not be, directors of the corporation. The list of candidates nominated to serve as officers shall be sent to all directors of the corporation with the notice of the annual meeting of the board of directors.

In addition to the foregoing, the board governance and nominating committee shall be responsible for the orientation of new members of the corporation's board of directors and the training of the corporation's board of directors.

c. **Administration, Personnel and Finance Committee.** The administration, personnel and finance committee shall consist of a chairperson and at least two (2) other directors of the corporation, all of whom shall be appointed by the board of directors and shall serve at the pleasure of the board. This committee shall be responsible for overseeing the administrative, personnel and financial affairs of the corporation. The committee shall report and make recommendations with respect to such matters to the board of directors and executive committee. Unless the board appoints a separate audit committee, this committee (excluding any members of the committee who are employees or staff members of the corporation or who are related to employees or staff members of the corporation) shall serve as the audit committee.

d. **Membership Ministries Committee.** The membership ministries committee shall consist of at least three (3) persons, all of whom shall be appointed by the board of directors and shall serve at its pleasure. A majority of the membership of the committee, including the chairperson and at least one (1) other member, shall be directors of the corporation. Subject to the oversight and supervision of the executive committee, and in conjunction with the executive director, this committee shall be responsible for providing guidance and direction to the membership ministries of the corporation between meetings of the board.

e. Center for Law and Religious Freedom Committee. The Center for Law and Religious Freedom committee shall consist of at least three (3) persons, all of whom shall be appointed by the board of directors and shall serve at its pleasure. A majority of the membership of the committee, including the chairperson and at least one (1) other member, shall be directors of the corporation. Subject to the oversight and supervision of the executive committee, and in conjunction with the executive director, this committee shall be responsible for providing guidance and direction to the corporation's Center for Law and Religious Freedom between meetings of the board.

f. Public Ministries Committee. The public ministries committee shall consist of at least three (3) persons, all of whom shall be appointed by the board of directors and shall serve at its pleasure. A majority of the membership of the committee, including the chairperson and at least one (1) other member, shall be directors of the corporation. This committee shall be responsible for overseeing the public ministries of the corporation (other than the activities of the Center for Law and Religious Freedom), including, but not limited to, the corporation's Christian conciliation and legal aid ministries. The committee shall report and make recommendations with respect to such matters to the board of directors and executive committee.

g. Audit Committee. The audit committee shall consist of at least three (3) persons, all of whom shall be appointed by the board of directors and shall serve at the pleasure of the board. A majority of the membership of the committee, including its chairperson, shall be directors of the corporation. No member of the audit committee shall be an employee or staff member of the corporation or related to any employee or staff member by blood or marriage. The committee shall: make recommendations to the board for the appointment of independent auditors; review, evaluate and (if applicable) oversee the implementation of, any recommendations made by the independent auditors about the corporation's internal accounting and management controls; review the corporation's annual financial statements with the independent auditors; assist the board in any responsibilities it might have with regard to financial accounting and reporting; advise the board with respect to any other financial or legal matters as the committee determines might be helpful to the board; and act as a liaison between the board and the corporation's independent auditors. Unless a separate audit committee is appointed by the board, the administration, personnel and finance committee (excluding any members of the committee who are employees or staff members of the corporation or who are related to employees or staff members of the corporation) shall serve as the audit committee.

h. Development Committee. The development committee shall consist of at least three (3) persons, all of whom shall be appointed by the board of directors and shall serve at its pleasure. A majority of the membership of the committee, including the chairperson and at least one (1) other member, shall be directors of the corporation. This committee shall be responsible for overseeing the efforts of the corporation to raise funds through grants and contributions from the corporation's members, foundations and others. The committee shall report and make recommendations with respect to such matters to the board of directors and executive committee.

i. Law Student Ministries Committee. The law student ministries committee shall consist of at least three (3) persons, all of whom shall be appointed by the board of directors and shall serve at its pleasure. A majority of the membership of the committee, including the chairperson, shall be directors of the corporation. Subject to the oversight and supervision of the executive committee, and in conjunction with the executive director, this committee shall be responsible for providing guidance and direction to the law student ministries of the corporation between meetings of the board.

**SECTION 5. EX OFFICIO MEMBER.** The president of the corporation shall be an ex officio member of all standing committees of which he or she is not otherwise a designated member with the same rights (including the right to vote) as all other members of the committee.

**SECTION 6. ADVISORY COMMITTEES.** In addition to the committees of the board of directors which are the subject of Sections 1 through 5 of this Article VI, either the board of directors or the president may appoint advisory committees. Such committees may consist of any two (2) or more members of the corporation and may, but need not, include one (1) or more directors. Unless the board of directors or the president appoints a chairperson of an advisory committee, that committee may elect its own chairperson and, except insofar as they might be inconsistent with any rules or procedures established for the advisory committee by the board of directors or the president, each advisory committee may establish its own rules and procedures. Such committees shall act in an advisory capacity only and may not act on behalf of the corporation or bind it to any action but may make recommendations to the board of directors or the officers of the corporation with respect to such matters as are specified by the board.

## **ARTICLE 7 - OFFICERS**

**SECTION 1. NUMBER.** The officers of the corporation shall be the president, the president-elect (who may also be referred to as the vice-president), the executive director, the treasurer, the secretary, and such assistant treasurers and secretaries as may be elected or appointed by the board of directors. Any two (2) or more offices may be held by the same person except the offices of president, president-elect and secretary.

**SECTION 2. ELECTION.** The officers of the corporation shall be elected at such annual meetings of the directors of the corporation as are necessary to fill vacancies as they arise as a result of the expiration of officers' terms of office, except that the office of president shall be filled by the president-elect. Such officers (other than the president) shall be elected from among a list of regular members nominated by the nominating committee, as provided in Article VI, Section 4b of these bylaws, except that candidates for the offices of executive director, assistant secretary and assistant treasurer need not be nominated by the nominating committee and need not be members of the corporation.

**SECTION 3. TENURE.** Each officer shall hold the office to which he or she is elected until the second (2nd) annual meeting of directors following his or her election and until his or her successor has been elected and qualified, unless he or she sooner resigns or is removed from office, except that the term of office of the president, president-elect, secretary and treasurer shall terminate sooner upon the termination of their membership in the corporation. All officers may succeed themselves in office except the president and president-elect.

**SECTION 4. THE PRESIDENT.** The president shall preside at all meetings of the members and of the board of directors, shall be the chairperson of the executive committee, and shall be an ex-officio member of all other standing committees. Between meetings of the board of directors and the executive committee, the executive director shall report to the president and the president shall be the representative of the board in matters regarding the interpretation and implementation of policies established by the board.

**SECTION 5. THE PRESIDENT-ELECT.** The president-elect (who may also be referred to as the vice-president) shall assist the president in the discharge of his or her duties, as the president may direct, and shall perform such other duties as from time to time may be assigned to him or her by the president or by the board of directors. In the absence of the president, or in the event of the president's inability or refusal to act, the president-elect shall perform the duties of the president, and when so acting, shall have all of the powers of, and be subject to all of the restrictions upon, the president. The president-elect shall also perform such other duties as are appropriate to the office of president-elect or vice-president. Upon the termination of the president's term of office, upon its expiration or for any other reason, the president-elect shall become president of the corporation.

**SECTION 6. THE EXECUTIVE DIRECTOR.** The executive director shall be the chief executive officer of the corporation. Subject to the direction and control of the board of directors, and the president as the representative of that board, the executive director shall be in charge of the ministry and other activities and business of the corporation. He or she shall see that resolutions and directions of the board of directors are carried into effect except in those instances in which that responsibility is specifically assigned to some other person by the board of directors. In general, the executive director shall discharge all duties incident to the office of the chief executive officer of the corporation and such other duties as may be prescribed by the board of directors from time to time. He or she shall be responsible for the administration, programs and funding of the corporation, including the spiritual leadership of the corporation and its staff; recruiting and training of staff members; planning, interpreting, implementing and evaluating programs; supervising all of the corporation's publications; raising the entire funding needed for the operations, programs and special needs of the corporation; and reporting regularly to the board of directors and the president. He or she may vote all securities which the corporation is entitled to vote except as, and to the extent that, such authority is vested in a different officer or agent of the corporation by the board of directors.

**SECTION 7. THE TREASURER.** The treasurer shall be the principal financial officer of the corporation. He or she shall review the receipt and disbursement of all moneys due to or belonging to the corporation and shall keep or cause to be kept regular and correct accounts. He or she shall assure that a financial report is submitted at each regular meeting of the board of directors and shall perform such other duties as are assigned to him or her by the board of directors or as are appropriate to the office.

**SECTION 8. THE SECRETARY.** The secretary shall record or cause to be recorded the minutes of all meetings of members and the board of directors and shall assure that all corporate minutes and other records are accurately and properly maintained. He or she shall also assure that all notices of meetings of members and the board of directors are given in accordance with these bylaws, or as required by law, and that a list of all members of the corporation is properly maintained. The secretary shall have the authority to certify the bylaws, resolutions of the members and board of directors and committees thereof, and other documents of the corporation as true and correct copies thereof, and shall perform all duties incident to the office of secretary and such other duties as from time to time may be assigned to him or her by the president or the board of directors.

**SECTION 9. THE ASSISTANT TREASURERS AND ASSISTANT SECRETARIES.** The assistant treasurers and assistant secretaries shall perform such duties as shall be assigned to them by the treasurer or the secretary, respectively, or by the executive director or the board of directors.

**SECTION 10. REMOVAL.** Any officer elected or appointed by the board of directors may be removed by the board whenever in its judgment the best interest of the corporation will be served thereby.

**SECTION 11. VACANCIES.** A vacancy in any office for any reason may be filled by the board of directors for the unexpired portion of the term.

#### **ARTICLE 8 - CONTRACTS, LOANS, CHECKS AND DEPOSITS**

**SECTION 1. CONTRACTS.** The board of directors may authorize any officer or officers, agent or agents, to enter into any contract or execute and deliver any instrument in the name of, and on behalf of, the corporation, and such authority may be general or confined to specific instances. When the execution of any contract or any other instrument has been authorized by the board of directors, or otherwise, without specification of the executing officer, the president or the president-elect or the executive director, either individually or with the secretary or any assistant secretary, may execute the same in the name of and on behalf of the corporation, and, if the corporation adopts a corporate seal, any such officer may affix that seal thereto.

**SECTION 2. CHECKS, DRAFTS, ETC.** All checks, drafts or other orders for the payment of money, and all notes or other evidences of indebtedness issued in the name of the corporation, shall be signed by such officer or officers or agent or agents of the corporation, and in such manner, as shall from time to time be determined by resolution of the board of directors.

**SECTION 3. DEPOSITS.** All funds of the corporation not otherwise employed shall be deposited from time to time to the credit of the corporation in such banks, trust companies or other depositories as the board of directors may select.

**ARTICLE 9 - LIMITATIONS ON DEBT,  
LOANS, CORPORATE ACTIVITIES, USE  
OF INCOME AND ASSETS. AND DISSOLUTION**

**SECTION 1. DEBT.** No debt shall be incurred by the corporation beyond the accounts payable incurred by it as a result of its ordinary operating expenses, and no evidence of indebtedness shall be issued in the name of the corporation, unless authorized by the board of directors.

**SECTION 2. LOANS TO OFFICERS AND DIRECTORS.** Except as provided in Article X, Section 5 of these bylaws, no loan shall be made by the corporation to a director or officer except that a loan may be made to a director or officer who is employed by the corporation if authorized by a majority of the non-employed directors and either: (a) the purpose of such loan is to provide financing for the principal residence of the employed director or officer upon receipt of adequate collateral consisting of marketable real estate or securities readily capable of valuation; or (b) the loan is otherwise in furtherance of the purposes of the corporation and in the ordinary course of its affairs.

**SECTION 3. ACTIVITIES.** The corporation is organized exclusively for religious purposes within the meaning of section 501(c)(3) of the Internal Revenue Code. Notwithstanding any other provisions of these bylaws, the corporation shall not carry on any activities not permitted to be carried on: (a) by a corporation exempt from federal income tax under section 501(c)(3) of the Internal Revenue Code of 1986 (or the corresponding provision of any future United States Internal Revenue Law); or (b) by a corporation, contributions to which are deductible under section 170(c)(2) of the Internal Revenue Code of 1986 (or the corresponding provision of any future United States Internal Revenue Law).

**SECTION 4. INUREMENT OF INCOME.** The corporation shall not have or issue shares of stock and no dividends shall be paid to its members, directors or officers. No part of the net income of the corporation shall inure to the benefit of, or be distributable to, its members, directors, officers or other private persons, provided, however, that, except as otherwise provided in these bylaws, the corporation may pay reasonable compensation to its members, officers and directors for services rendered, and the corporation may indemnify its officers, directors, employees and agents in accordance with Article X of these bylaws.

**SECTION 5. LEGISLATIVE AND POLITICAL ACTIVITIES.** No substantial part of the activities of the corporation shall involve the carrying on of propaganda or otherwise attempting to influence legislation (unless, and then only to the extent, permitted by Section 501(h) of the Internal Revenue Code), and the corporation shall not participate in, or intervene in (including the publishing or distributing of statements) any political campaign on behalf of any candidate for public office.

**SECTION 6. DISSOLUTION.** In the event of the dissolution of the corporation, its assets not required for the payment of its liabilities and obligations and not held upon condition requiring return, transfer or conveyance by reason of the corporation's dissolution, shall be transferred or conveyed to one (1) or more corporations, societies, or organizations engaged in activities substantially similar to those of the corporation, pursuant to a plan of distribution adopted as provided in the Illinois General Not-For-Profit Corporation Act, provided, however, that no distribution of the assets of the corporation shall be made to any organization if at the time of distribution that organization is not an organization which has been determined by the Commissioner of the Internal Revenue to be exempt from federal income taxation under Section 501(c)(3) of the Internal Revenue Code of 1986 (or the corresponding provision of any future United States Internal Revenue Law). Any such assets not so disposed of shall be disposed of by the Court of Common Pleas of the county in which the principal office of the corporation is then located, exclusively for such purposes or to such organization or organizations, as said court shall determine, which are organized and operated exclusively for religious purposes.

**ARTICLE 10 - INDEMNIFICATION OF  
OFFICERS, DIRECTORS, EMPLOYEES AND AGENTS**

**SECTION 1. GENERAL.** The corporation shall indemnify any person who was or is a party, or is threatened to be made a party to any threatened, pending or completed action, suit or proceeding, whether civil, criminal, administrative or investigative (other than an action by or in the right of the corporation) by reason of the fact that such person is or was a director, officer, employee or agent of the corporation, or who is or was serving at the request of the corporation as a director, officer, employee or agent of another corporation, partnership, joint venture, trust or other enterprise, against expenses (including attorneys' fees), judgments, fines and amounts paid in settlement actually and reasonably incurred by such person in connection with such action, suit or proceeding if such person acted in good faith and in a manner he or she reasonably believed to be in, or not opposed to, the best interests of the corporation, and, with respect to any criminal action or proceeding, had no reasonable cause to believe his or her conduct was unlawful. The termination of any action, suit or proceeding by judgment, order, settlement, conviction or upon a plea of nolo contendere or its equivalent, shall not, or itself, create a presumption that the person did not act in good faith and in a manner which he or she reasonably believed to be in, or not opposed to, the best interests of the corporation or, with respect to any criminal action or proceeding, that the person had reasonable cause to believe that his or her conduct was unlawful.

**SECTION 2. ACTION BY OR IN THE NAME OF THE CORPORATION.** The corporation shall indemnify any person who was or is a party, or is threatened to be made a party, to any threatened, pending or completed action or suit by or in the right of the corporation to procure a judgment in its favor by reason of the fact that such person is or was a director, officer, employee or agent of the corporation, or is or was serving at the request of the corporation as a director, officer, employee or agent of another corporation, partnership, joint venture, trust or other enterprise, against expenses (including attorneys' fees) actually and reasonably incurred by such person in connection with the defense or settlement of such action or suit, if he or she acted in good faith and in a manner he or she reasonably believed to be in, or not opposed to, the best interests of the corporation, provided that no indemnification shall be made in respect of any claim, issue or matter as to which such person shall have been adjudged to be liable for negligence or misconduct in the performance of his or her duty to the corporation, unless, and only to the extent that, the court in which such action or suit was brought shall determine upon application that, despite the adjudication of liability, but in view of all the circumstances of the case, such person is fairly and reasonably entitled to indemnity for such expenses which the court shall deem proper.

**SECTION 3. EXPENSES.** To the extent that a director, officer, employee or agent of the corporation has been successful, on the merits or otherwise, in the defense of any action, suit or proceeding referred to in sections 1 and 2, or in defense of any claim, issue or matter therein, such person shall be indemnified against expenses (including attorneys' fees) actually and reasonably incurred by such person in connection therewith.

**SECTION 4. DETERMINATION THAT INDEMNITY IS PROPER.** Any indemnification under Sections 1 and 2 of this Article X (unless ordered by a court) shall be made by the corporation only as authorized in the specific case, upon a determination that indemnification of the director, officer, employee or agent is proper in the circumstances because he or she has met the applicable standard of conduct set forth in Sections 1 and 2. Such determination shall be made (a) by the board of directors by a majority vote of a quorum consisting of directors who were not parties to such action, suit or proceeding, or (b) if such a quorum is not obtainable, or even if obtainable, if a quorum of disinterested directors so directs, by independent legal counsel in a written opinion.

**SECTION 5. ADVANCE OF EXPENSES.** Expenses incurred in defending a civil or criminal action, suit or proceeding may be paid by the corporation in advance of the final disposition of such action, suit or proceeding, as authorized by the board of directors in the specific case, upon receipt of an undertaking by or on behalf of the director, officer, employee or agent to repay such amount, unless it shall ultimately be determined that he or she is entitled to be indemnified by the corporation as authorized in this article.

**SECTION 6. INDEMNIFICATION NOT EXCLUSIVE.** The indemnification provided by this Article shall not be deemed exclusive of any other rights to which those seeking indemnification may be entitled under any bylaw, agreement, vote of members or disinterested directors, or otherwise, both as to action in his or her official capacity and as to action in another capacity while holding such office, and shall continue as to a person who has ceased to be a director, officer, employee or agent, and shall inure to the benefit of the heirs, executors and administrators of such person.

**SECTION 7. INSURANCE.** The corporation may purchase and maintain insurance on behalf of any person who is or was a director, officer, employee or agent of the corporation, or who is or was serving at the request of the corporation as a director, officer, employee or agent of another corporation, partnership, joint venture, trust or other enterprise, against any liability asserted against such person and incurred by such person in any such capacity, or arising out of his or her status as such, whether or not the corporation would have the power to indemnify such person against such liability under the provisions of this Article X.

**SECTION 8. MERGER, ETC.** References to "the corporation" shall include, in addition to the surviving corporation, any merging corporation (including any corporation having merged with a merging corporation) absorbed in a merger which, if its separate existence had continued, would have had the power and authority to indemnify its directors, officers, employees or agents, so that any person who was a director, officer, employee or agent of such merging corporation, or was serving at the request of such merging corporation as a director, officer, employee or agent of another corporation, partnership, joint venture, trust or other enterprise, shall stand in the same position under the provisions of this Article with respect to the surviving corporation as such person would have with respect to such merging corporation if its separate existence had continued.

**SECTION 9. EMPLOYEE BENEFIT PLANS.** For purposes of this Article, references to "other enterprises" shall include employee benefit plans; references to "fines" shall include any excise taxes assessed on a person with respect to an employee benefit plan; and references to "serving at the request of the corporation" shall include any service as a director, officer, employee or agent of the corporation which imposes duties on, or involves services by such director, officer, employee, or agent with respect to an employee benefit plan, its participants, or beneficiaries. A person who acted in good faith and in a manner he or she reasonably believed to be in the best interests of the participants and beneficiaries of an employee benefit plan shall be deemed to have acted in a manner "not opposed to the best interests of the corporation" as referred to in this Article.

**SECTION 10. INTERPRETATION.** The indemnification provided by this Article X is intended to be, and shall be construed to be, as extensive as possible under Section 108.75 of the Illinois General Not For Profit Corporation Act of 1986, as from time-to-time amended.

### **ARTICLE 11 - AFFILIATED ORGANIZATIONS**

The members of the corporation, together with other concerned Christians, may begin local affiliated public ministries to help the corporation implement its ministry at the local level. Except as otherwise determined by the board of directors, any such ministry shall be affiliated with the Corporation through an affiliation agreement and the affairs of that organization shall be conducted in accordance with an administrative manual published by the corporation, the terms of which shall be established by the board of directors. Unless otherwise determined by the board, the affiliation agreement, among other things, shall provide for representation of some of the corporation's local members on the board of directors or governing board of the affiliate, agreement with the corporation's statement of faith and a commitment to work with the corporation to advance religious freedom, Biblical justice and reconciliation.

### **ARTICLE 12 -- LOCAL CHAPTERS**

**SECTION 1. FORMATION AND RECOGNITION.** Any three (3) or more members of the corporation residing in any locality may form a local chapter of members of the corporation in that locality for the holding of regular meetings of not less than three (3) annually and for carrying out the purposes of the corporation. The members of the corporation desiring to form the local chapter shall apply for recognition of that chapter by filing with the corporation an application containing the names and addresses of the members desiring to form the chapter and the secretary and each other officer of the chapter designated by them, all rules to be adopted by the chapter and such other information as is requested by the corporation. Recognition of the local chapter shall take place upon the approval of its application by the corporation and its delivery to the corporation of an undertaking in a form designated by the corporation governing the chapter's use of the service marks "Christian Legal Society," "CLS" and such other marks as are owned by the corporation. In order to maintain its status as a recognized chapter, the chapter membership at all times must include at least three (3) regular members of the corporation and all officers must be regular members of the corporation.

**SECTION 2. REPORTS.** Promptly after each local chapter is recognized, it shall notify the corporation of the names and addresses of its members. Annually thereafter it shall file with the corporation a report containing the names and addresses of its secretary, other officers and members, a summary of its meetings and activities during the previous year, and such other information as is requested by the corporation. At the same time it shall file with the corporation specimens of literature, notices and other items published by it which identify it as a local chapter of the corporation or which otherwise use the marks owned by the corporation.

**SECTION 3. REVOCATION OF RECOGNITION.** The recognition of any local chapter may be revoked by the corporation at any time for any reason.

**SECTION 4. FORMS AND PROCEDURES.** The application of a local chapter for recognition, the undertaking regarding its use of the marks owned by the corporation and the annual report to be filed by the local chapter shall be in a form designated by the board of directors of the corporation. The recognition and revocation of recognition of local chapters shall be determined by the board of directors of the corporation or such committee or person as is designated by it, in that board's, committee's or person's sole discretion.

## ARTICLE 13 -- STUDENT CHAPTERS

**SECTION 1. FORMATION AND RECOGNITION.** Any three (3) or more student members of the corporation who are regularly attending any law school or other institution for higher education may form a student chapter of the corporation at that institution for the holding of regular meetings of not less than four (4) during each school year and for carrying out the purposes of the corporation. The student members of the corporation desiring to form the student chapter shall apply for recognition of that chapter by filing with the corporation an application containing the names and addresses of the student members desiring to form the chapter and the secretary and each other officer of the chapter designated by them, all rules to be adopted by the chapter and such other information as is requested by the corporation. Recognition of the student chapter shall take place upon the approval of its application by the corporation and its delivery to the corporation of an undertaking in a form designated by the corporation governing the chapter's use of the service marks "Christian Legal Society," "CLS" and such other marks as are owned by the corporation. In order to maintain its status as a recognized student chapter, the chapter membership at all times must include at least three (3) student members of the corporation and all officers must be student members of the corporation. Whenever feasible, each student chapter shall have a regular member of the corporation approved by the corporation as an advisor.

**SECTION 2. REPORTS.** Each student chapter shall submit to the corporation any reports requested by the corporation. At least annually, the chapter shall file with the corporation specimens of literature, notices and other items published by it which identify it as a student chapter of the corporation or which otherwise use the marks owned by the corporation.

**SECTION 3. REVOCATION OF RECOGNITION.** The recognition of any student chapter may be revoked by the corporation at any time for any reason.

**SECTION 4. FORMS AND PROCEDURES.** The application of a student chapter for recognition, the undertaking regarding its use of the marks owned by the corporation and any reports to be filed by the student chapter shall be in a form designated by the board of directors of the corporation. The recognition and revocation of recognition of student chapters shall be determined by the board of directors of the corporation or such committee or person as is designated by it, in that board's, committee's or person's sole discretion.

## ARTICLE 14 - FISCAL YEAR

The fiscal year of the corporation shall begin on the first day of January in each year and end on the last day of December.

## ARTICLE 15 - BOOKS AND RECORDS

The corporation shall keep correct and complete books and records of account and shall also keep minutes of the proceedings of its members, board of directors and committees having any of the authority of the board of directors. It shall also keep, at its registered office or principal office, a record giving the names and addresses of its members entitled to vote. All books and records of the corporation may be inspected by any member, or his or her agent or attorney, for any proper purpose at any reasonable time.

## ARTICLE 16 - RULES OF ORDER

Except insofar as they are not consistent with the corporation's articles of incorporation, or these bylaws, or applicable law, all meetings of the members and the board of directors of the corporation shall be governed by the parliamentary procedures of Robert's Rules of Order, as from time to time revised.

#### **ARTICLE 17 - AMENDMENTS**

These bylaws may be altered, amended or repealed, or new bylaws adopted, by the board of directors, but only after written notice containing the substance of any alteration, amendment, repeal or new bylaw has been given to each director at least thirty (30) days prior to the meeting at which such action is to be taken.