

The McKownville Improvement Association

McKOWNVILLE
ALBANY 3, NEW YORK

MEETING ON THE INCORPORATION OF THE McKownville Improvement Assoc.

May 26, 1976

Present: Mr. Eugene Napierski
Mr. John Esler
Mr. Timothy Cohan
Ms. Alice Torda

Absent: John Purdy
Richard Kalish
Joseph Finn

This meeting was held to discuss the possibility of incorporation.

Mr. Napierski shared information on the incorporation process and fees for not-for-profit corporations. He indicated that it was his impression that there was a \$50. Filing fee plus a "franchise Tax" of approximately \$150.--\$200. yearly. Discussion followed on this "franchise tax" and the feeling was that the McKownville Improvement Association would not have to pay this "franchise tax". Consultation would be sought from the Department of State since this seemed to be the major concern for not incorporating.

Mr. Napierski indicated that after incorporation status was obtained, an organization could apply for tax exempt status as a charitable organization and become exempt from State, Federal and other taxes.

Advantages and disadvantages of incorporation were discussed:

Advantages: ...it gives permanent status to the Association
...lends security to membership
...protects against individual liabilities

Disadvantages: ...the \$150+ yearly franchise tax
...the possibility of more 'paper work' at the
end of the year (filing tax forms)

Procedure to follow for incorporation:

1. publish an agenda for the next general meeting
2. have discussion and appoint a committee to execute the necessary work
3. Empower a committee of 3 (Cohan, Esler, Torda) to sign certificate
4. Hold an organizational meeting, elect a Board of Directors who serve as officers (the Board of Directors can serve as appointed officers if so designated by the membership).
5. sign the forms and file the fee (\$50.)

6. establish a "fiscal year".

If approved by the majority of the membership and no adverse objections except for the tax, incorporation can be obtained.

The meeting adjourned.

Respectfully submitted,

Alice Torda

Alice Torda, Secretary