

corporate records. Keep your bylaws up-to-date to avoid conflict. Outsiders are not bound by what is in your foundation bylaws unless you can prove that they had actual or constructive knowledge of their contents. Careful drafting of your original bylaws is important because amendments should be made infrequently, if at all.

Distribute EXHIBIT #3 - illustrating bylaws

It is suggested, for exemption purposes, that your bylaws be as simple and concise as possible and that the language be drafted in general terms. You should have considered all possible activities without setting out special rules and limitations on each separate activity. Even though your foundation bylaws are general in nature your foundation may act in a limited way. For example, we have passed out an illustrative set of bylaws. In this illustration you will notice in article 3, section 2 that almost everybody in the world may be elected a member of your foundation. It is obvious, however, that you will not elect

2-12