

**NEIGHBORHOOD DEVELOPMENT FUND
Not-for-Profit Transmittal and Approval Form**

Applicant/Program: Kentuckians for the Commonwealth/ Smoketown GetDown

Executive Summary of Request: District four is allocating \$2129 in funding to support the annual Smoketown GetDown for Democracy. This block party is a celebration of 150th anniversary of the smoke town community and will be held on September 18th. The funding for this project will pay for the sound equipment and technician fee, stage tent and generator, portable toilets, and 6 barricades.

Is this program/project a fundraiser?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Is this applicant a faith based organization?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
Does this application include funding for sub-grantee(s)?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No

I have reviewed the attached Neighborhood Development Fund Application and have found it complete and within Metro Council guidelines and request approval of funding in the following amount(s). I have read the organization's statement of public purpose to be furthered by the funds requested and I agree that the public purpose is legitimate. I have also completed the disclosure section below, if required.

<u>4</u> District #	 Primary Sponsor Signature	<u>\$2129</u> Amount	<u>9/4/15</u> Date
------------------------	--	-------------------------	-----------------------

Primary Sponsor Disclosure
List below any personal or business relationship you, your family or your legislative assistant have with this organization, its volunteers, its employees or members of its board of directors.

N/A

Approved by:

_____	_____
Appropriations Committee Chairman	Date

Clerk's Office Only:

Request Amount: _____ Committee Amended Appropriation: _____

Original Appropriation: _____ Council Amended Appropriation: _____

NDF NON-PROFIT APPLICATION CHECKLIST

Legal Name of Applicant Organization: Kentuckians for the Commonwealth	
Program Name: Smoketown GetDown Request Amount: \$2129	
Request form: Is the NDF request form signed by all Council Member(s) appropriating funding?	Yes/No/NA Yes
Request form: Is the funding proposed less than or equal to the request amount?	Yes
Request form: Have all known Council or Staff relationships to the Agency been adequately disclosed on the cover sheet?	Yes
Application Page 1: Has prior Metro funds committed/granted been disclosed?	Yes
Application Page 1: Is the application properly signed and dated by authorized signatory?	Yes
Application Page 3: Reimbursement funding – One or two boxes checked if any expenses are incurred before the grant award period. Is all required documentation included?	Yes
Application Pages 3 – 5: Is the proposed public purpose of the program well-documented?	Yes
Application 4: Is there adequate documentation of how the proceeds of the fundraiser will be spent?	N/A
Application Budget Page 6: Does the application budget reflect only the revenue and expenses of the project/program (page 6) if the request is not an operating budget request? Is all detail schedules included for "Metro, Non Metro and Total" expense funds for client assistance, community events & festivals and other expenses? And does the Non-Metro Revenue equal the Non-Metro expenses?	Yes
Faith Based Organizations: Is the signed Faith Based Form signed and included?	N/A
Jefferson County Only: Will all funding be spent in Louisville/Jefferson County?	Yes
Capital Project(s) request: Is the cost estimate(s) from proposed vendor(s) included?	N/A
Good Standing: Is the entity in good standing with: <ul style="list-style-type: none"> • Kentucky Secretary of State – include Secretary of State website information on organization • Louisville Metro Government – check OMB monthly report filed in Council Financial Reports • Internal Revenue Service – most recent Form 990 included 	Yes
Separate Taxing Districts: If Metro funding is for a separate taxing district, is the funding appropriated for a program outside the legal responsibility of that taxing district?	N/A
Small Cities: Is the resolution included agreeing to partner with Louisville Metro on the capital project? (IRS Determination letter not required, Form 990 not required, but KY SOS acknowledgement is)	N/A
Operating Requests: Is recommended operating funding less than or equal to 33% of total operating budget?	N/A
IRS Exempt Proof: Is proof of Tax Exempt status of 501(c) 3, 4, 6, 19, 1120-H included?	Yes
Operating Budget: Is the organization's current fiscal year operating budget included?	No
Ordinance Required: Is the amount committed by Council members greater than \$5,000 to any one project/program within an organization in this fiscal year.	Yes
Board Members: Is the entity's board member list (with term length/term limits) included?	Yes
Staff: Is a list of the highest paid staff included with their expected annual personnel costs?	Yes
Annual Audit: Is the most recent annual audit (if required by organization) included?	Yes
Rent Requests: Is a copy of signed lease included?	N/A
Articles of Incorporation: Are the Articles of Incorporation of the organization included?	Yes
IRS Form W-9: Is the IRS Form W-9 included?	Yes
Evaluation Forms: Are the evaluation forms (if program participants are given evaluation forms) included?	N/A
Affirmative Action: Affirmative Action/Equal Employment Opportunity plan and/or policy statement included (if required by the organization)?	N/A
Prepared by:	N/A
Date:	



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

SECTION 1 – APPLICANT INFORMATION			
Legal Name of Applicant Organization:		Kentuckians For The Commonwealth	
<small>(as listed on: http://www.sos.kv.gov/business/records)</small>			
Main Office Street & Mailing Address: 131 N. Mill Street/PO Box 1450, London, KY 40743			
Website: kftc.org			
Applicant Contact:	Alicia Hurle	Title:	Jefferson Co. Organizer
Phone:	502-589-3188	Email:	alicia@kftc.org
Financial Contact:	same	Title:	same
Phone:	same	Email:	same
Organization's Representative who attended NDF Training: Alicia Hurle			
GEOGRAPHICAL AREA(S) WHERE PROGRAM ACTIVITIES ARE (WILL BE) PROVIDED			
Program Facility Location(s):	735 Lampton Street, Suite 202		
Council District(s):	4	Zip Code(s):	40203
SECTION 2 – PROGRAM REQUEST & FINANCIAL INFORMATION			
PROGRAM/PROJECT NAME: 2nd Annual Smoketown GetDown for democracy			
Total Request: (\$)	2,129	Total Metro Award (this program) in previous year: (\$)	0
Purpose of Request (check all that apply):			
<input type="checkbox"/> Operating Funds (generally cannot exceed 33% of agency's total operating budget)			
<input checked="" type="checkbox"/> Programming/services/events for direct benefit to community or qualified individuals			
<input type="checkbox"/> Capital Project of the organization (equipment, furnishing, building, etc)			
The Following are Required Attachments:			
<input checked="" type="checkbox"/> IRS Exempt Status Determination Letter <input checked="" type="checkbox"/> Current Year Projected Budget <input checked="" type="checkbox"/> List of Board of Directors (include term & term limits) <input checked="" type="checkbox"/> Current financial statement <input checked="" type="checkbox"/> Most recent IRS Form 990 or 1120-H <input checked="" type="checkbox"/> Articles of Incorporation <input type="checkbox"/> Cost estimates from proposed vendor if request is for capital expense		<input type="checkbox"/> Signed lease if rent costs are being requested <input checked="" type="checkbox"/> IRS Form W9 <input type="checkbox"/> Evaluation forms if used in the proposed program <input checked="" type="checkbox"/> Annual audit (if required by organization) <input type="checkbox"/> Faith Based Organization Certification Form, if required <input checked="" type="checkbox"/> Staff including the 3 highest paid staff	
For the current fiscal year ending June 30, list all funds appropriated and/or received from Louisville Metro Government for this or any other program or expense, including funds received through Metro Federal Grants, from any department or Metro Council Appropriation (Neighborhood Development Funds). Attach additional sheet if necessary.			
Source:	NDF: Vision Smoketown	Amount: (\$)	\$1,986
Source:		Amount: (\$)	
Source:		Amount: (\$)	
Has the applicant contacted the BBB Charity Review for participation? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
Has the applicant met the BBB Charity Review Standards? <input type="checkbox"/> Yes <input type="checkbox"/> No			



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

SECTION 3 – AGENCY DETAILS

Describe Agency's Vision, Mission and Services:

Our Mission

Kentuckians For The Commonwealth is a statewide citizens' organization working for a new balance of power and a just society. As we work together we build our strength, individually and as a group, and we find solutions to real life problems. We use direct action to challenge --and change --unfair political, economic and social systems. Our membership is open to all people who are committed to equality, democracy and nonviolent change.

Our Vision

We have a vision....

We are working for a day when Kentuckians --and all people -- enjoy a better quality of life.

When the lives of people and communities matter before profits.

When our communities have good jobs that support our families without doing damage to the water, air, and land.

When companies and the wealthy pay their share of taxes and can't buy elections.

When all people have health care, shelter, food, education, and other basic needs.

When children are listened to and valued.

When discrimination is wiped out of our laws, habits, and hearts.

And when the voices of ordinary people

are heard and respected in our democracy.

KFTC is a 34-year-old grassroots organization of over 9,000 members across Kentucky. We have 13 local chapters and at-large members in many counties. There are over 2,300 KFTC members in Metro Louisville. We use a set of core strategies, from leadership development to communications and voter empowerment, to impact a broad range of issues, including coal and water, new energy and transition, economic justice, and voting rights.



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

SECTION 4 – PROGRAM/PROJECT NARRATIVE

A: Describe the program/project start and end dates, a description of the program/project and applicable data with regards to specific client population the program will address (attach related flyers, planning minutes, designs, event permits, proposals for services/goods, etc.):

The Jefferson County Chapter of Kentuckians For The Commonwealth is hosting the 2nd Annual Smoketown GetDown for democracy. This neighborhood block party is a celebration of Smoketown's 150th Anniversary and will take place on Friday, September 18, 2015 on Lampton Street, between Shelby and Clay Streets. The street will be closed to car traffic starting at 12pm and will remain closed until 11:59pm. The event itself will run from 4pm to 10pm. We are expecting a peak attendance of 500 people. The event is free and open to the public and will feature a live community art project, free photos by Magnolia Photo Booth, and performances by local music, dance, and spoken word groups. There will also be food truck vendors and a beer garden sponsored by West Sixth Brewing. KFTC, non-profit organizations, and local businesses will have information booths at the event. Some of these organizations include YouthBuild Louisville, Metro United Way Bates Community Development Corporation, Family Health Centers, and Smoketown Friends. KFTC will offer non-partisan voter registration during the event. The special events permit application was submitted on July 17, 2015.

B: Describe specifically how the funding will be spent including identification of funding to sub grantee(s):

The NDF funding will be used to pay for the rental of the stage, tent, generator, sound equipment, portalets, and street barricades, and the sound technician fee.
Real Feel Audio will provide sound equipment and a sound technician: \$420.00
Oak St Productions will provide the stage, tent, and generator: \$1,296.00
Suburban Septic will provide 4 Portable Toilets: \$350
Highway Safety Services will provide 6 barricades: \$63
Total Funds requested: \$2,129



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

C: If this request is a fundraiser, please detail how the proceeds will be spent:

The funds raised through beer sales and donations will be used to support the Jefferson County Chapter of KFTC's organizing work in the Smoketown neighborhood. In October 2014, KFTC released the Vision Smoketown survey report, which highlights Smoketown residents' concerns, needs, and visions for the future of their neighborhood. The funds raised will help KFTC to promote this report, support our work with the recently reactivated Smoketown Neighborhood Association, and help KFTC continue our collaboration with residents and community organizations to address community concerns about housing conditions and neighborhood infrastructure. Funds will also be used to create a report of the findings from KFTC's Smoketown Walk Your Block walkability study.

D: For Expenditure Reimbursement Only – The grant award period begins with the Metro Council approval date and ends on June 30 of Metro fiscal year in which the grant is approved. If any part of this funding request is for funds to be spent before the grant award period, identify the applicable circumstances:

Effective October 24, 2013, reimbursements should not be made unless an emergency can be demonstrated by the primary council sponsor. The funding request is a reimbursement of the following expenditures (attach invoices or proof of payment):

- ✓ Attach a copy of invoices and/or receipts to provide proof of purchase of activities associated with the work plan identified in this application.
- ✓ Attach a copy of cancelled checks to provide proof of payment of the invoices or receipts associated with the work plan identified in this application.

The funding request is a reimbursement of the following expenditures that will probably be incurred after the application date, but prior to the execution of the grant agreement:

- ✓ If selecting this option, the invoice, receipt and payment documentation should not be available as of the date of this application.

The Grantee will be required to submit financial reporting in accordance with the reporting schedule provided in the grant agreement.



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

E: Describe the program's benefits to those being served (measurable outcomes). Include the program's process for collecting data and the indicators that will be tracked to measure the benefits to those being served:

The Smoketown GetDown is a continuation of KFTC's community building efforts in the Smoketown neighborhood. The event is a celebration the neighborhood's 150 year history and its promising future. During the event, Smoketown residents will have the opportunity to join the recently reactivated Smoketown Neighborhood Association and learn about community resources. The event will offer people outside of the neighborhood a chance to learn more about Smoketown and network with neighborhood residents, businesses and non-profit organizations. Attendees will also be exposed to local food and beer, engage in a live community art project, and see performances by local musicians, dancers, and spoken word artists. Attendees will also have the opportunity to register to vote or update their voter registration. All voter registration and education will be non-partisan.

F: Briefly describe any existing collaborative relationships the organization has with other community organizations. Describe what those partners are bringing to the relationship in general and to this program/project specifically.

After completing a 4-month neighborhood canvassing project, KFTC released the Vision Smoketown Survey report on October 21, 2014. This report highlights Smoketown residents' concerns, needs, and visions for the future of their neighborhood. KFTC continues to promote this report while also supporting the work of the recently reactivated Smoketown Neighborhood Association. KFTC also launched Walk Your Block in April 2015. The initial results of this neighborhood walkability study were presented to the Smoketown Neighborhood Association in July 2015. A work group of KFTC and neighborhood association members will work together to create a final walkability report to be released in the fall/winter 2015. KFTC is also working with Smoketown residents and organizations, such as New Directions, YouthBuild, Bates Community Development Corporation, Lead Safe Louisville, to address community concerns around housing conditions and neighborhood infrastructure. KFTC continues to have a strong relationship with various other community organizations: New Roots, Preservation Louisville, IDEAS 40203, STEAM Exchange, Shelby Park Neighborhood Association, Coke Memorial United Methodist Church, Grace Hope Presbyterian Church, Metro United Way, Louisville Metro Housing Authority, Harambee Health Center, Falls City Bike Works, and many more. Many of these organizations will have information



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

SECTION 5 – PROGRAM/PROJECT BUDGET SUMMARY

THE PROGRAM/PROJECT BUDGET SHOULD REALISTICALLY ESTIMATE WHAT AMOUNT IS NEEDED FROM METRO GOVERNMENT AND WHAT IS EXPECTED FROM OTHER SOURCES.

Program/Project Expenses	Column 1	Column 2	Column (1+2)=3
	Proposed Metro Funds	Non-Metro Funds	Total Funds
A: Personnel Costs Including Benefits			
B: Rent/Utilities			
C: Office Supplies			
D: Telephone			
E: In-town Travel			
F: Client Assistance (Attach Detailed List)			
G: Professional Service Contracts			
H: Program Materials			
I: Community Events & Festivals (Attach Detail List)			
J: Small Equipment	2,129	6,993	9,122
K: Capital Equipment			
L: Other Expenses (Attach Detail List)			
*TOTAL PROGRAM/PROJECT FUNDS	2,129	6,993	9,122
% of Program Budget	%	%	100%

List funding sources for total program/project costs in Column 2, Non-Metro Funds:

Other State, Federal or Local Government	N/A
United Way	\$100
Private Contributions (do not include individual donor names)	\$4,800
Fees Collected from Program Participants	\$200
Other (please specify)	\$1,893
Total Revenue for Columns 2 Expenses **	\$6,993

*Total of Column 1 MUST match "Total Request on Page 1, Section 2"

**Must equal or exceed total in column 2.



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

Detail of In-Kind Contributions for this PROGRAM only: Includes Volunteers, Space, Utilities, etc. (Include anything not bought with cash revenues of the agency).

Donor*/Type of Contribution	Value of Contribution	Method of Valuation
Magnolia Photo Booth	\$1,050	cost of 3 hour rental
<i>Total Value of In-Kind (to match Program Budget Line Item. Volunteer Contribution & Other In Kind)</i>	\$1,050	

* DONOR INFORMATION REFERS TO WHO MADE THE IN KIND CONTRIBUTION. VOLUNTEERS NEED NOT BE LISTED INDIVIDUALLY, BUT GROUPED TOGETHER ON ONE LINE AS A TOTAL NOTING HOW MANY HOURS PER PERSON PER WEEK

Agency Fiscal Year Start Date: January 1, 2015

Does your Agency anticipate a significant increase or decrease in your budget from the current fiscal year to the budget projected for next fiscal year? NO YES

If YES, please explain:



LOUISVILLE METRO COUNCIL NEIGHBORHOOD DEVELOPMENT FUND APPLICATION

SECTION 6 – CERTIFICATIONS & ASSURANCES

By signing Section 7 of the Grant Application, the authorized official signing for the applicant organization certifies and assures to the best of his or her knowledge and/or belief the following Assurances and Certifications. If there is any reason why one or more of the assurances or certifications listed cannot be certified or assured, please explain in writing and attach to this application.

Standard Assurances

1. Applicant understands this application and its attachments as well as any resulting grant agreement, reports and proof of expenditure is subject to Kentucky's open records law.
2. Applicant will establish safeguards to prohibit employees or any person that receives compensation from awarded funds from using their position for a purpose that constitutes or presents the appearance of personal or organizational conflict of interest, or personal gain.
3. Applicant and any sub grantee will give Louisville Metro Government access to and the right to examine all paper or electronic records related to the awarded grant for up to five years of the grant agreement date.
4. Applicant assures compliance with the grant requirements and will monitor the performance of any third party (sub-grantee).
5. The Agency is in good standing with the Kentucky Secretary of State, Louisville Metro Government, the Jefferson County Revenue Commission, the Internal Revenue Service, and the Louisville Metro Human Relations Commission.
6. Applicant understands failure to provide the services, programs, or projects included in the agreement will result in funds being withheld or requested to be returned if previously disbursed.
7. Applicant understands they must return to Louisville Metro any unexpended funds by July 31 following the Metro Louisville's fiscal year end
8. Applicant understands they must provide proof of all expenditures (canceled checks, receipts, paid invoices). The Applicant understands the failure to provide proof of expenditures as required in the grant agreement could result in funding being withheld or request to be returned if previously disbursed.
9. Applicant understands if this application is approved, the grant agreement will identify an award period that begins with the Metro Council approval date, and will end with June 30 of the fiscal year in which the grant is approved. Expenditures associated with this award expected to occur prior to the award period (approval date) must be disclosed in this application in order to be considered compliant with the grant agreement.
10. Applicant understands if we choose to incur expenditures prior to the approval of the application by the Metro Council, there is no guarantee that funding will be reimbursed, as the Council may choose not to award the application.
11. Applicant understands if the grant agreement is not returned to Louisville Metro within 90 days of its mailing to the applicant, the approval is automatically revoked.

Standard Certifications

1. The Agency certifies it will not use Louisville Metro Government funds for any religious, political or fraternal Activities.
2. The Agency has a written Affirmative Action/Equal Opportunity Policy.
3. The Agency does not discriminate in employment or in provision of any service/program/activity/event based on age, color, disabled status, national origin, race, religion, sex, gender identity or sexual orientation, or Vietnam era veteran status.
4. The Agency certifies it will not require clients, recipients, or beneficiaries to participate in religious, political, fraternal or like activities in order to receive services/benefits provided with Louisville Metro Government funds.
5. The Agency understands the Americans with Disabilities Act (ADA) and makes reasonable accommodations.

Relationship Disclosure: List below any relationship you or any member of your Board of Directors or employees has with any Councilperson, Councilperson's family, Councilperson's staff or any Louisville Metro Government employee.

SECTION 7 – CERTIFICATIONS & ASSURANCES

I certify under the penalty of law the information in this application (including, without limitation, "Certifications and Assurances") is accurate to the best of my knowledge. I am aware my organization will not be eligible for funding if investigation at any time shows falsification. If falsification is shown after funding has been approved, any allocations already received and expended are subject to be repaid. I further certify that I am legally authorized to sign this application for the applying organization and have initialed each page of the application.

Signature of Legal Signatory:		Date:	8/7/15
Legal Signatory: (please print):	Alicia Hurler	Title:	Organizer
Phone:	502-589-3188	Extension:	
		Email:	alicia@kftc.org



**KENTUCKIANS FOR THE
COMMONWEALTH**
32 YEARS OF ACTION FOR JUSTICE

**Kentuckians for the Commonwealth, Inc.,
Kentucky Coalition, Inc. and New Power PAC**

London, Kentucky

Independent Auditors' Report

And Combined Financial Statements

For The Years Ended

December 31, 2013 and 2012

Kentuckians for the Commonwealth, Inc.,
Kentucky Coalition, Inc. and New Power PAC
Table of Contents

	<u>Page</u>
Independent Auditors' Report	1-2
Combined Statements of Financial Position	3
Combined Statements of Activities	4
Combined Statements of Cash Flows	5
Notes to Financial Statements	6-14
Supplemental Information:	
Combining Statements of Financial Position	15-18
Combining Statements of Activities	19-22



www.baldwincpas.com

Independent Auditors' Report

To the Steering Committee
Kentuckians for the Commonwealth, Inc.,
Kentucky Coalition, Inc. and New Power PAC
London, Kentucky

We have audited the accompanying combined financial statements of Kentuckians for the Commonwealth, Inc. (a non-profit organization), Kentucky Coalition, Inc. (a non-profit organization) and the New Power Political Action Committee which comprise the combined statements of financial position as of December 31, 2013 and 2012, and the related combined statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these combined financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these combined financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the combined financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the combined financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the combined financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the combined financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinion

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of the Kentuckians for the Commonwealth, Inc. , the Kentucky Coalition, Inc. and the New Power Political Action Committee as of December 31, 2013 and 2012, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the combined financial statements as a whole. The combining statements on pages 15 through 22 are presented for purposes of additional analysis and are not a required part of the combined financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the combined financial statements as a whole.

Baldwin CPAs, PLLC
Baldwin CPAs, PLLC

August 20, 2014

Kentuckians for the Commonwealth, Inc.,
Kentucky Coalition, Inc. and New Power PAC
Combined Statements of Financial Position
December 31, 2013 and 2012

Assets	<u>2013</u>	<u>2012</u>
Current Assets		
Cash and cash equivalents	\$ 798,733	\$ 843,428
Accounts receivable	-	4,000
Interest receivable	4,731	6,628
Grants receivable - current	757,500	347,500
Prepaid expenses	-	4,583
Due from employees	2,000	1,600
Notes receivable - current	11,937	-
Total Current Assets	<u>1,574,901</u>	<u>1,207,739</u>
Other Assets		
Investments, at fair value	1,450,520	1,219,875
Grants receivable - non-current	2,015,581	-
Property and equipment, net	121,775	120,433
Notes receivable - non-current	-	11,703
Deposits	6,065	5,215
Total Other Assets	<u>3,593,941</u>	<u>1,357,226</u>
Total Assets	<u>\$ 5,168,842</u>	<u>\$ 2,564,965</u>
Liabilities and Net Assets		
Liabilities		
Current Liabilities		
Current portion of notes payable	\$ 2,855	\$ 2,799
Accounts payable	6,227	15,801
Accrued interest payable	231	229
Other liabilities	-	246
Accrued leave payable	143,603	138,268
Total Current Liabilities	<u>152,916</u>	<u>157,343</u>
Noncurrent Liabilities		
Notes payable	58,914	61,768
Total Noncurrent Liabilities	<u>58,914</u>	<u>61,768</u>
Total Liabilities	<u>211,830</u>	<u>219,111</u>
Net Assets		
Unrestricted	2,611,431	2,345,854
Temporarily restricted	2,345,581	-
Net Assets	<u>4,957,012</u>	<u>2,345,854</u>
Total Liabilities and Net Assets	<u>\$ 5,168,842</u>	<u>\$ 2,564,965</u>

See accompanying notes to financial statements.

Kentuckians for the Commonwealth, Inc.,
Kentucky Coalition, Inc. and New Power PAC
Combined Statements of Activities
For the Years Ended December 31, 2013 and 2012

	2013	2012
UNRESTRICTED NET ASSETS		
Unrestricted Support and Revenue		
Grants		
Contributions	\$ 1,655,920	\$ 875,300
Net appreciation in fair value of investments	333,195	393,884
Rent	221,158	59,492
Membership dues and fees	8,400	-
Investment income	122,982	99,154
Gain on investment transactions - includes \$1,288 and (\$6,981) for 2013 and 2012, respectively, for previously unrealized gains (losses)	39,360	46,973
Miscellaneous	33,403	2,561
	57,966	36,269
Total Unrestricted Support and Revenue	2,472,384	1,513,633
Expenses		
Social justice	2,023,710	1,819,985
General and administrative	183,097	181,138
Total Expenses	2,206,807	2,001,123
Increase (Decrease) in Unrestricted Net Assets	265,577	(487,490)
TEMPORARILY RESTRICTED NET ASSETS		
Contributions		
Grants	2,345,581	-
Increase in Temporarily Restricted Net Assets	2,345,581	-
Increase (Decrease) in Net Assets	2,611,158	(487,490)
Net Assets, Beginning of Year	2,345,854	2,833,344
Net Assets, End of Year	\$ 4,957,012	\$ 2,345,854

See accompanying notes to financial statements.

Kentuckians for the Commonwealth, Inc.,
Kentucky Coalition, Inc. and New Power PAC
Combined Statements of Cash Flows
For the Years Ended December 31, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Cash Flows from Operating Activities		
Change in net assets	\$ 2,611,158	\$ (487,490)
Adjustments to reconcile change in net assets to net cash provided by (used by) operating activities:		
Depreciation	10,019	7,825
Gain on investment transactions	(33,403)	(2,561)
Unrealized appreciation in investments	(221,158)	(59,492)
Loss on disposal of assets	-	120
Bad debt expense	4,000	-
(Increase) Decrease in:		
Accounts receivable	-	-
Interest receivable	1,897	(2,395)
Prepaid expenses	4,583	24,300
Due from employees	(400)	200
Grants receivable	(2,425,581)	577,500
Notes receivable	(234)	(260)
Deposits	(850)	-
Increase (Decrease) in:		
Accounts payable	(9,574)	15,801
Accrued interest payable	2	67
Other liabilities	(246)	-
Accrued leave payable	5,335	(5,028)
Net Cash (Used In) Provided by Operating Activities	<u>(54,452)</u>	<u>68,587</u>
Cash Flows From Investing Activities		
Purchases of property and equipment	(11,361)	(7,906)
Purchases of investments	(86,020)	(116,476)
Proceeds from sale of investments	109,936	104,461
Net Cash Provided (Used) by Investing Activities	<u>12,555</u>	<u>(19,921)</u>
Cash Flows From Financing Activities		
Payment of long-term debt	(2,798)	(2,743)
Net Cash Used by Financing Activities	<u>(2,798)</u>	<u>(2,743)</u>
Net Increase (decrease) in Cash and Cash Equivalents	(44,695)	45,923
Cash and Cash Equivalents at Beginning of Year	<u>843,428</u>	<u>797,505</u>
Cash and Cash Equivalents at End of Year	<u>\$ 798,733</u>	<u>\$ 843,428</u>

See accompanying notes to financial statements.

Kentuckians for the Commonwealth, Inc.,
Kentucky Coalition, Inc. and New Power PAC
Notes to Financial Statements
December 31, 2013 and 2012

Note 1 - Nature of Activities and Significant Accounting Policies

Organizations

Kentuckians for the Commonwealth, Inc. ("KFTC") is a Kentucky nonprofit corporation chartered in 1981. KFTC is a statewide citizens organization working for a just society. KFTC uses community organizing, leadership development, and direct action to challenge – and change – unfair political, economic, and social systems. KFTC is a membership based organization with approximately 8,300 members in Kentucky and across the United States.

Kentucky Coalition, Inc. ("KC") is a Kentucky nonprofit corporation chartered in 1984. KC was organized solely to provide financial support to KFTC in its social justice work.

The New Power PAC is a separate, Kentucky independent-expenditure political organization established in 2010 under the direction of the KFTC Steering Committee. The New Power PAC was created to provide a voice for every Kentuckian who wants to build new political, economic, and energy power.

Basis of Presentation and Combination

These financial statements are presented using the accrual method of accounting which is in accordance with generally accepted accounting principles.

The combined financial statements include the accounts of Kentuckians for the Commonwealth, Inc., Kentucky Coalition, Inc. and New Power PAC, after eliminating all significant inter-company accounts and transactions.

Financial Statement Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) in their accounting standards codification (ASC) 958, "Not-for-Profit Entities". Under FASB ASC 958, the Organizations are required to report information regarding their financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. As of December 31, 2013 and 2012 the organization had no permanently restricted net assets.

Cash and Cash Equivalents

The Organizations consider all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Investment Securities

Investments in marketable equity and debt securities with readily determinable fair values are carried at fair values based on quoted prices in active markets in the Statement of Financial Position. Unrealized gains and losses are included in the change in net assets in the accompanying Statement of Activities.

Investment income, which consists of interest and dividend income earned, realized gains or losses and unrealized appreciation (depreciation) on those investments, is included in the Statement of Activities as "support and revenue".

Kentuckians for the Commonwealth, Inc.,
Kentucky Coalition, Inc. and New Power PAC
Notes to Financial Statements (Continued)
December 31, 2013 and 2012

Note 1 - Nature of Activities and Significant Accounting Policies (Continued)

Property and Equipment

Property and equipment are recorded at cost or at estimated value at the date of gift if donated. Depreciation is computed on a straight-line basis over estimated useful lives of 3 to 40 years. Currently, the Organizations do not have any donated assets. See note 5 for additional details.

Accrued Leave

Accrued leave represents the cost of unused employee vacation, sick and sabbatical time accumulated by the employee for which payment is probable.

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. The Organizations received no permanently restricted support during 2013 or 2012.

Public Support and Revenue

Grants and other contributions of cash and other assets are reported as temporarily restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized.

Contributions are recognized when the donor makes a promise to give to the Organizations that is, in substance, unconditional.

Contributions of donated non-cash assets are recorded at their fair value in the period received. Contributions of donated services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not donated, are recorded at their fair values in the period received. There were no contributions of donated non-cash assets during 2013 or 2012.

The Organization uses the allowance method to determine uncollectible promises to give. The allowance is based on prior years' experience and management's analysis of specific promises made.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Tax Status

KFTC is a not-for-profit organization that is exempt from federal and state income taxes under Section 501(c)(4) of the Internal Revenue Code. The Organization has also been classified as an entity that is not a private foundation within the meaning of Section 509(a) of the Internal Revenue Code.

Kentuckians for the Commonwealth, Inc.,
 Kentucky Coalition, Inc. and New Power PAC
 Notes to Financial Statements (Continued)
 December 31, 2013 and 2012

Note 1 - Nature of Activities and Significant Accounting Policies (Continued)

Income Tax Status (Continued)

KC is a not-for-profit organization that is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization has also been classified as an entity that is not a private foundation within the meaning of Section 509(a) of the Internal Revenue Code and qualifies for deductible contributions as provided in Section 170(b)(1)(A)(vi) of the Code.

The New Power PAC is a not-for-profit organization that is exempt from federal and state income taxes under Section 527 of the Internal Revenue Code. The Organization must pay income tax if it has taxable income in excess of \$100 as defined by the Internal Revenue Code. During the years ended December 31, 2013 and 2012 the Organization had no taxable income.

The Organizations follow the provisions of FASB ASC 740-10 as it relates to uncertain tax positions and have evaluated their tax positions taken for all open tax years. Currently, the 2013, 2012, and 2011 tax years are open and subject to examination by the Internal Revenue Service. However, the Organizations are not currently under audit nor have they been contacted by the Internal Revenue Service.

Based on the evaluations of the Organizations' tax positions, management believes all positions taken would be upheld under an examination. Therefore, no provision for the effects of uncertain tax positions has been recorded for the year ended December 31, 2013.

Note 2 – Concentration of Credit Risk

At times throughout the year, the Organizations may have cash in financial institutions in excess of insured limits. The Federal Deposit Insurance Corporation (FDIC) insures account balances in interest bearing and non-interest bearing accounts up to \$250,000 for each depositor. The FDIC insured 100% of all non-interest bearing accounts through December 31, 2012. On January 1, 2013, the FDIC coverage on non-interest bearing accounts was changed to a maximum of \$250,000. Using this criteria, the Organizations had \$380,787 in excess of insured limits as of December 31, 2013 and no cash in excess of insured limits as of December 31, 2012.

One and two grantors accounted for 85% and 72% of the Organizations' grants receivable at December 31, 2013 and 2012, respectively. One grantor accounted for 67% of the Organizations' grant revenue for the year ended December 31, 2013. Four grantors accounted for 51% of the Organizations' grant revenue for the year ended December 31, 2012.

Note 3 - Investments

As of December 31, 2013 and 2012 investments were composed as follows:

	Cost		Fair Market Value		Unrealized Gain (Loss)	
	2013	2012	2013	2012	2013	2012
Mutual Funds	\$ 88,077	\$ 87,143	\$ 152,563	\$ 124,521	\$ 64,486	\$ 37,378
Common Stocks	715,945	772,693	1,020,518	886,525	304,573	113,832
Bonds	254,130	184,162	254,942	187,561	812	3,399
Other	44,105	48,782	22,497	21,268	(21,608)	(27,514)
Total	\$ 1,102,257	\$ 1,092,780	\$ 1,450,520	\$ 1,219,875	\$ 348,263	\$ 127,095

Kentuckians for the Commonwealth, Inc.,
Kentucky Coalition, Inc. and New Power PAC
Notes to Financial Statements (Continued)
December 31, 2013 and 2012

Note 3 – Investments (Continued)

Investment revenues are reported gross of related investment expenses in the statement of activities. The amount of investment expenses recognized for the years ended December 31, 2013 and 2012 were \$286 and \$165 respectively.

Note 4 – Temporarily Restricted Net Assets

Temporarily restricted net assets at the end of 2013 are related to grant revenue to be used in future periods. In October 2013, the Organization was awarded a \$3.3 million grant from a private foundation to support the Organization's general operations over the next ten years. According to the terms of the grant agreement, the Organization is eligible to receive ten annual payments of \$330,000 from 2013 through 2022. The first payment of \$330,000 was received in October of 2013. Future payments expected to be received under this grant are considered temporarily restricted due to time restrictions. At December 31, 2013, the Organization reported \$2,345,581 of temporarily restricted net assets.

Note 5 – Endowment

The Organization's endowment consists of two individual funds – the Fund for KC and the Fund for KFTC – established for the sole purpose of supporting the mission and goals of Kentuckians for the Commonwealth. Its endowment includes funds designated by the Steering Committee. As required by generally accepted accounting principals, net assets associated with endowment funds, including funds designated by the Steering Committee to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions. As of 2013 and 2012, all assets are considered unrestricted.

The Organization has adopted investment and spending policies, approved by the Steering Committee, for endowment assets that attempt to achieve long-term financial stability for KFTC. The current long-term objective is to, averaged over several years, grow the endowment by more than 3 percent each year. The Organization targets investments according to generally accepted social responsibility screens that help ensure the Organization invests in corporations and funds that value social, economic, and environmental justice and according to individual concerns identified by the Organization.

The Organization has an endowment "spendable income" policy that identifies the amount of money that can be annually distributed from the endowment funds for general operating support of the Organization. The current "spendable income" policy states that the Organization may transfer to the Organization's operating budgets as much as 3 percent of the market value of the endowment funds as averaged over the last day of each of the previous 12 quarters. The Steering Committee can transfer more or less than the 3 percent amount, depending on special circumstances, and only after discussion and a vote.

Kentuckians for the Commonwealth, Inc.,
 Kentucky Coalition, Inc. and New Power PAC
 Notes to Financial Statements (Continued)
 December 31, 2013 and 2012

Note 5 – Endowment – (Continued)

Changes in endowment net assets as of December 31, 2013 are as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Endowment Assets
Endowment net assets, beginning of year	\$ 1,309,809	\$ -	\$ -	\$ 1,309,809
Gain on investment transactions	33,403	-	-	33,403
Investment income (interest and dividend)	39,116	-	-	39,116
Net unrealized gains	221,158	-	-	221,158
Other	8,400	-	-	8,400
Amounts appropriated for expenditure	(7,745)	-	-	(7,745)
Endowment net assets, end of year	<u>\$ 1,604,141</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,604,141</u>

Changes in endowment net assets as of December 31, 2012 are as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Endowment Assets
Endowment net assets, beginning of year	\$ 1,199,187	\$ -	\$ -	\$ 1,199,187
Gain on investment transaction	2,561	-	-	2,561
Investment income (interest and dividend)	46,719	-	-	46,719
Net unrealized gains and losses	59,492	-	-	59,492
Contributions	5,094	-	-	5,094
Amounts appropriated for expenditure	(3,244)	-	-	(3,244)
Endowment net assets, end of year	<u>\$ 1,309,809</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,309,809</u>

Note 6 – Promises to Give

The Organization has unconditional promises to give in the form of grant receivables. Unconditional promises to give consist of the following at December 31, 2013 and 2012:

	<u>2013</u>	<u>2012</u>
Unconditional promises to give	\$ 3,397,500	\$ 347,500
Less:		
Unamortized discount (5%) on present value of expected future cash flows	<u>(624,419)</u>	<u>-</u>
Net unconditional promises to give	<u>\$ 2,773,081</u>	<u>\$ 347,500</u>

Kentuckians for the Commonwealth, Inc.,
 Kentucky Coalition, Inc. and New Power PAC
 Notes to Financial Statements (Continued)
 December 31, 2013 and 2012

Note 6 – Promises to Give – continued:

	<u>2013</u>	<u>2012</u>
Amounts due in:		
Less than one year	\$ 757,500	\$ 347,500
One to five years	1,650,000	-
More than five years	990,000	-
Total	\$ 3,397,500	\$ 347,500

Promises to gives have been discounted using a 5% annual rate of interest.

Note 7 - Note Receivable

Note receivable consists of the following:

	<u>2013</u>	<u>2012</u>
Note receivable from Head Community Loan Fund - unsecured demand note bearing interest of 2%, due March 2014.	\$ 11,937	\$ 11,703

Notes receivable are reported at their outstanding principal balance. Notes receivable are considered by management to be fully collectible and, accordingly, no allowance for doubtful accounts is considered necessary. In making that determination, management evaluated the borrower's financial condition, the estimated value of the underlying collateral, and current economic conditions. It is the Organization's policy to charge off uncollectible notes receivable when management determines the note receivable will not be collected.

Note 8 - Property and Equipment

Property and equipment and accumulated depreciation at December 31, 2013 and 2012 are summarized as follows:

	<u>2013</u>	<u>2012</u>
Equipment and furniture	64,580	53,220
Land and building	132,145	132,145
	196,725	185,365
Less accumulated depreciation	(74,950)	(64,932)
	\$ 121,775	\$ 120,433

Kentuckians for the Commonwealth, Inc.,
 Kentucky Coalition, Inc. and New Power PAC
 Notes to Financial Statements (Continued)
 December 31, 2013 and 2012

Note 9 - Notes Payable

Notes payable consist of the following:

	<u>2013</u>	<u>2012</u>
Note payable to Adrian Dominican Sisters - bearing interest at 2.50%, secured by office building on 131 N. Mill St., London, KY, due November 15, 2017 with interest payable quarterly	50,000	50,000
Note payable to Sisters of Loretto - bearing interest at 2.00% unsecured, due September 30, 2017 with interest payable quarterly and semi annual principal payments	11,769	14,567
Total notes payable	61,769	64,567
Less current portion	(2,855)	(2,799)
Noncurrent portion	\$ 58,914	\$ 61,768

The aggregate annual principal repayments on notes payable are summarized as follows:

Year Ended December 31	
2014	\$ 2,855
2015	2,912
2016	2,971
2017	53,031
	\$ 61,769

Note 10 - Operating Leases

KC has entered into lease agreements for office facilities and storage space. Rent expense for the years ended December 31, 2013 and 2012 was \$65,630 and \$65,025, respectively.

Note 11 - Simplified Employee Pension Plan

KFTC and KC contributed 5% and 2% of each eligible employee's pretax annual compensation to a simplified employee pension plan for the years ended December 31, 2013 and 2012, respectively. An eligible employee is an employee who has three years of continuous service with the Organizations. The employer contributions were \$40,756 in 2013 and \$16,476 in 2012.

Kentuckians for the Commonwealth, Inc.,
 Kentucky Coalition, Inc. and New Power PAC
 Notes to Financial Statements (Continued)
 December 31, 2013 and 2012

Note 12 - Commitments and Contingencies

Grants require the fulfillment of certain conditions as set forth in the instrument of grant. Failure to fulfill the conditions could result in the return of the funds to grantors. Although that is a possibility, the Organizations deem the contingency remote, since by accepting the grants and their terms, it has accommodated the objectives of the Organizations to the provisions of the grants.

Note 13 - Donated Services

The Organizations receive a significant amount of donated services from unpaid volunteers who assist in fund-raising and special projects. No amounts have been recognized in the statements of activities because the criteria for recognition under generally accepted accounting principles have not been satisfied.

Note 14 - Fair Value Measurements

FASB ASC 820-10-50 defines fair value as the exchange price that would be received on the measurement date to sell an asset or the price paid to transfer a liability in the principal or most advantageous market available to the entity in an orderly transaction between participants. FASB ASC 820-10-50 also establishes a three level fair value hierarchy that describes the inputs that are used to measure assets and liabilities.

Fair values of assets measured on a recurring basis at December 31, 2013 are as follows:

	Fair Value	Fair Value Measurements at Reporting Date Using		
		Quoted Prices In Markets For Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Mutual funds	\$ 152,563	\$ 152,563	\$ -	\$ -
Common stocks	1,020,518	1,020,518	-	-
U.S. Government bonds	254,942	-	254,942	-
Other	22,497	-	22,497	-
Total	\$ 1,450,520	\$ 1,173,081	\$ 277,439	\$ -

Kentuckians for the Commonwealth, Inc.,
 Kentucky Coalition, Inc. and New Power PAC
 Notes to Financial Statements (Continued)
 December 31, 2013 and 2012

Note 14 - Fair Value Measurements – (Continued)

Fair values of assets measured on a recurring basis at December 31, 2012 are as follows:

	Fair Value	Fair Value Measurements at Reporting Date Using		
		Quoted Prices In Markets For Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Mutual funds	\$ 124,521	\$ 124,521	\$ -	\$ -
Common stocks	886,525	886,525	-	-
U.S. Government bonds	187,561	-	187,561	-
Other	21,268	-	21,268	-
Total	\$ 1,219,875	\$ 1,011,046	\$ 208,829	\$ -

Financial assets valued using level 1 inputs are based on unadjusted quoted market prices within active markets. Financial assets valued using level 2 inputs are based primarily on quoted prices for similar assets in active or inactive markets. All assets have been valued using a market approach. There have been no changes in valuation techniques and related inputs.

Generally accepted accounting principals require disclosure of an estimate of fair value of certain financial instruments. The Organization's other significant financial instruments are cash and grants receivable. For these financial instruments, carrying values approximate fair value.

Note 15 – Subsequent Events

The Organizations have evaluated subsequent events through August 20, 2014, the date which the financial statements were available to be issued, and have determined there are no subsequent events that require disclosure under FASB Accounting Standards Codification Topic 855, Subsequent Events.

Kentuckians for the Commonwealth, Inc.,
Kentucky Coalition, Inc. and New Power PAC
Combining Statement of Financial Position
December 31, 2013

Assets	Kentuckians for the Commonwealth, Inc			Kentucky Coalition, Inc		
	Current	Endowment Fund	Total	Current	Endowment Fund	Total
Current Assets						
Cash and cash equivalents	\$ 322,941	\$ 2,118	\$ 325,059	\$ 377,261	\$ 95,846	\$ 473,107
Accounts receivable	-	-	-	-	-	-
Interest receivable	-	-	-	-	-	-
Grants receivable - current	-	-	-	-	4,731	4,731
Prepaid expenses	-	-	-	757,500	-	757,500
Due from other funds	-	-	-	-	-	-
Due from employees	-	-	-	16,419	-	16,419
Notes receivable	2,000	-	2,000	-	-	16,419
Total Current Assets	<u>324,941</u>	<u>2,118</u>	<u>327,059</u>	<u>1,151,180</u>	<u>11,937</u>	<u>11,937</u>
Other Assets						
Investments	-	69,773	69,773	-	1,380,747	1,380,747
Grants receivable - non-current	-	-	-	2,015,581	-	2,015,581
Property and equipment, net	-	-	-	20,786	100,989	121,775
Note Receivable - non-current	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Total Other Assets	<u>-</u>	<u>69,773</u>	<u>69,773</u>	<u>6,065</u>	<u>-</u>	<u>6,065</u>
Total Assets	<u>\$ 324,941</u>	<u>\$ 71,891</u>	<u>\$ 396,832</u>	<u>\$ 3,193,612</u>	<u>\$ 1,594,250</u>	<u>\$ 4,787,862</u>
Liabilities and Net Assets						
Liabilities						
Current Liabilities						
Current notes payable	\$ -	\$ 2,855	\$ 2,855	\$ -	\$ -	\$ -
Accounts payable	-	-	-	6,236	-	6,236
Accrued interest payable	-	231	231	-	-	-
Other liabilities	16,419	-	16,419	-	-	-
Accrued leave payable	7,911	-	7,911	-	-	-
Total Current Liabilities	<u>24,330</u>	<u>3,086</u>	<u>27,416</u>	<u>135,692</u>	<u>-</u>	<u>135,692</u>
Noncurrent Liabilities						
Notes payable	-	58,914	58,914	-	-	-
Total Noncurrent Liabilities	<u>-</u>	<u>58,914</u>	<u>58,914</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>24,330</u>	<u>62,000</u>	<u>86,330</u>	<u>141,928</u>	<u>-</u>	<u>141,928</u>
Net Assets						
Unrestricted	300,611	9,891	310,502	706,103	1,594,250	2,300,353
Temporarily Restricted	-	-	-	2,345,581	-	2,345,581
Net Assets	<u>300,611</u>	<u>9,891</u>	<u>310,502</u>	<u>3,051,684</u>	<u>1,594,250</u>	<u>4,645,934</u>
Total Liabilities and Net Assets	<u>\$ 324,941</u>	<u>\$ 71,891</u>	<u>\$ 396,832</u>	<u>\$ 3,193,612</u>	<u>\$ 1,594,250</u>	<u>\$ 4,787,862</u>

New Power PAC		Combined			
Current	Current	Endowment Funds	Eliminations	Total	
\$ 567	\$ 700,769	\$ 97,964	\$ -	\$ 798,733	
-	-	-	-	-	
-	757,500	4,731	-	4,731	
-	-	-	-	757,500	
-	16,419	-	(16,419)	-	
-	2,000	-	-	2,000	
-	-	11,937	-	11,937	
<u>567</u>	<u>1,476,688</u>	<u>114,632</u>	<u>(16,419)</u>	<u>1,574,901</u>	
-	-	1,450,520	-	1,450,520	
-	2,015,581	-	-	2,015,581	
-	20,786	100,989	-	121,775	
-	-	-	-	-	
-	6,065	-	-	6,065	
-	<u>2,042,432</u>	<u>1,551,509</u>	-	<u>3,593,941</u>	
<u>\$ 567</u>	<u>\$ 3,519,120</u>	<u>\$ 1,666,141</u>	<u>\$ (16,419)</u>	<u>\$ 5,168,842</u>	
\$ -	\$ -	\$ 2,855	\$ -	\$ 2,855	
(9)	6,227	-	-	6,227	
-	-	231	-	231	
-	16,419	-	(16,419)	-	
-	143,603	-	-	143,603	
<u>(9)</u>	<u>166,249</u>	<u>3,086</u>	<u>(16,419)</u>	<u>152,916</u>	
-	-	58,914	-	58,914	
-	-	58,914	-	58,914	
(9)	166,249	62,000	(16,419)	211,830	
576	1,007,290	1,604,141	-	2,611,431	
-	2,345,581	-	-	2,345,581	
<u>576</u>	<u>3,352,871</u>	<u>1,604,141</u>	-	<u>4,957,012</u>	
<u>\$ 567</u>	<u>\$ 3,519,120</u>	<u>\$ 1,666,141</u>	<u>\$ (16,419)</u>	<u>\$ 5,168,842</u>	

Kentuckians for the Commonwealth, Inc.
 Kentucky Coalition, Inc. and New Power PAC
 Combining Statement of Financial Position
 December 31, 2012

	Kentuckians for the Commonwealth, Inc			Kentucky Coalition, Inc		
	Current	Endowment Fund	Total	Current	Endowment Fund	Total
Assets						
Current Assets						
Cash and cash equivalents	\$ 354,715	\$ 7,303	\$ 362,018	\$ 459,193	\$ 22,178	\$ 481,371
Accounts receivable	-	-	-	-	4,000	4,000
Interest receivable	-	-	-	-	6,628	6,628
Grants receivable - current	-	-	-	347,500	-	347,500
Due from other funds	-	-	-	16,419	-	16,419
Due from employees	1,600	-	1,600	-	-	-
Prepaid expenses	-	-	-	4,583	-	4,583
Note Receivable	-	-	-	-	-	-
Total Current Assets	<u>356,315</u>	<u>7,303</u>	<u>363,618</u>	<u>827,695</u>	<u>32,806</u>	<u>860,501</u>
Other Assets						
Investments	-	73,118	73,118	-	1,146,757	1,146,757
Grants receivable - non-current	-	-	-	-	-	-
Property and equipment, net	-	-	-	17,515	102,918	120,433
Notes receivable - non-current	-	-	-	-	11,703	11,703
Deposits	-	-	-	5,215	-	5,215
Total Other Assets	<u>-</u>	<u>73,118.00</u>	<u>73,118.00</u>	<u>22,730</u>	<u>1,261,378</u>	<u>1,284,108</u>
Total Assets	<u>\$ 356,315</u>	<u>\$ 80,421</u>	<u>\$ 436,736</u>	<u>\$ 850,425</u>	<u>\$ 1,294,184</u>	<u>\$ 2,144,609</u>
Liabilities and Net Assets						
Liabilities						
Current Liabilities						
Current notes payable	\$ -	\$ 2,799	\$ 2,799	\$ -	\$ -	\$ -
Accounts payable	5,449	-	5,449	10,352	-	10,352
Accrued interest payable	-	229	229	-	-	-
Due to other funds	16,419	-	16,419	-	-	-
Other liabilities	246	-	246	-	-	-
Accrued leave payable	7,573	-	7,573	-	-	-
Total Current Liabilities	<u>29,687</u>	<u>3,028</u>	<u>32,715</u>	<u>130,695</u>	<u>-</u>	<u>130,695</u>
Noncurrent Liabilities						
Notes payable	-	61,768	61,768	-	-	-
Total Noncurrent Liabilities	<u>-</u>	<u>61,768</u>	<u>61,768</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>29,687</u>	<u>64,796</u>	<u>94,483</u>	<u>141,047</u>	<u>-</u>	<u>141,047</u>
Net Assets						
Unrestricted	326,628	15,625	342,253	709,378	1,294,184	2,003,562
Temporarily restricted	-	-	-	-	-	-
Net Assets	<u>326,628</u>	<u>15,625</u>	<u>342,253</u>	<u>709,378</u>	<u>1,294,184</u>	<u>2,003,562</u>
Total Liabilities and Net Assets	<u>\$ 356,315</u>	<u>\$ 80,421</u>	<u>\$ 436,736</u>	<u>\$ 850,425</u>	<u>\$ 1,294,184</u>	<u>\$ 2,144,609</u>

New Power PAC		Combined			Total
Current	Current	Endowment Funds	Eliminations		
\$ 39	\$ 813,947	\$ 29,481	\$ -	\$ 843,428	
-	-	4,000	-	4,000	
-	347,500	6,628	-	6,628	
-	16,419	-	-	347,500	
-	1,600	-	(16,419)	-	
-	4,583	-	-	1,600	
-	-	-	-	4,583	
<u>39</u>	<u>1,184,049</u>	<u>40,109</u>	<u>(16,419)</u>	<u>1,207,739</u>	
-	-	1,219,875	-	1,219,875	
-	17,515	102,918	-	-	
-	-	11,703	-	120,433	
-	5,215	-	-	11,703	
-	22,730	1,334,496	-	5,215	
<u>39</u>	<u>\$ 1,206,779</u>	<u>\$ 1,374,605</u>	<u>\$ (16,419)</u>	<u>\$ 2,564,965</u>	

\$ -	\$ -	\$ 2,799	\$ -	\$ 2,799
-	15,801	-	-	15,801
-	-	229	-	229
-	16,419	-	(16,419)	-
-	246	-	-	246
-	138,268	-	-	138,268
-	170,734	3,028	(16,419)	157,343
-	-	61,768	-	61,768
-	-	61,768	-	61,768
-	170,734	64,796	(16,419)	219,111
39	1,036,045	1,309,809	-	2,345,854
39	1,036,045	1,309,809	-	2,345,854
<u>39</u>	<u>\$ 1,206,779</u>	<u>\$ 1,374,605</u>	<u>\$ (16,419)</u>	<u>\$ 2,564,965</u>

Kentuckians for the Commonwealth, Inc.,
Kentucky Coalition, Inc. and New Power PAC
Combining Statement of Activities
For the Year Ended December 31, 2013

	Kentuckians for the Commonwealth, Inc			Kentucky Coalition, Inc		
	Current	Endowment Fund	Total	Current	Endowment Fund	Total
UNRESTRICTED NET ASSETS						
Unrestricted Support and Revenue						
Grants	\$ -	\$ -	\$ -	\$ 1,655,920	\$ -	\$ 1,655,920
Contributions	108,207	-	108,207	224,358	-	224,358
Net appreciation (depreciation) in fair value of investments	-	(3,391)	(3,391)	-	224,549	224,549
Rent	-	-	-	-	8,400	8,400
Membership dues and fees	67,333	-	67,333	55,649	-	55,649
Investment income	75	2,560	2,635	169	36,556	36,725
Gain (loss) on investment transactions	-	(3,357)	(3,357)	-	36,760	36,760
Transfers	-	-	-	-	-	-
Miscellaneous	45,093	-	45,093	12,873	-	12,873
Total Unrestricted Support and Revenue	220,708	(4,188)	216,520	1,948,969	306,265	2,255,234
Expenses						
Social justice	227,628	-	227,628	1,796,076	-	1,796,076
General and administrative	19,097	1,546	20,643	156,168	6,199	162,367
Total Expenses	246,725	1,546	248,271	1,952,244	6,199	1,958,443
Increase (Decrease) in Unrestricted Net Assets	(26,017)	(5,734)	(31,751)	(3,275)	300,066	296,791
TEMPORARILY RESTRICTED NET ASSETS						
Contributions						
Grants	-	-	-	2,345,581	-	2,345,581
Increase in Temporarily Restricted Net Assets	-	-	-	2,345,581	-	2,345,581
Increase (Decrease) in Net Assets	(26,017)	(5,734)	(31,751)	2,342,306	300,066	2,642,372
Net Assets, Beginning of Year	326,628	15,625	342,253	709,378	1,294,184	2,003,562
Net Assets, End of Year	\$ 300,611	\$ 9,891	\$ 310,502	\$ 3,051,684	\$ 1,594,250	\$ 4,645,934

New Power PAC		Combined			
Current	Current	Endowment Funds	Eliminations	Total	
\$ -	\$ 1,655,920	\$ -	\$ -	\$ 1,655,920	
630	333,195	-	-	333,195	
-	-	221,158	-	221,158	
-	-	8,400	-	8,400	
-	122,982	-	-	122,982	
-	244	39,116	-	39,360	
-	-	33,403	-	33,403	
-	-	-	-	-	
-	57,966	-	-	57,966	
630	2,170,307	302,077	-	2,472,384	
6	2,023,710	-	-	2,023,710	
87	175,352	7,745	-	183,097	
93	2,199,062	7,745	-	2,206,807	
537	(28,755)	294,332	-	265,577	
-	2,345,581	-	-	2,345,581	
-	2,345,581	-	-	2,345,581	
537	2,316,826	294,332	-	2,611,158	
39	1,036,045	1,309,809	-	2,345,854	
\$ 576	\$ 3,352,871	\$ 1,604,141	\$ -	\$ 4,957,012	

Kentuckians for the Commonwealth, Inc.,
Kentucky Coalition, Inc. and New Power PAC
Combining Statement of Activities
For the Year Ended December 31, 2012

	Kentuckians for the Commonwealth, Inc			Kentucky Coalition, Inc		
	Current	Endowment	Total	Current	Endowment	Total
UNRESTRICTED NET ASSETS						
Unrestricted Support and Revenue						
Grants						
Contributions	\$ -	\$ -	\$ -	\$ 875,300	\$ -	\$ 875,300
Net appreciation (depreciation) in fair value of investments	80,929	-	80,929	287,426	5,094	292,520
Rent	-	12,392	12,392	-	47,100	47,100
Membership dues and fees	-	-	-	-	-	-
Investment income	48,845	-	48,845	50,309	-	50,309
Gain (loss) on investment transactions	112	4,003	4,115	142	42,716	42,858
Transfers	-	(8,399)	(8,399)	-	10,960	10,960
Miscellaneous	-	-	-	-	-	-
	<u>21,517</u>	<u>-</u>	<u>21,517</u>	<u>14,752</u>	<u>-</u>	<u>14,752</u>
Total Unrestricted Support and Revenue	<u>151,403</u>	<u>7,996</u>	<u>159,399</u>	<u>1,227,929</u>	<u>105,870</u>	<u>1,333,799</u>
Expenses						
Social justice	187,769	-	187,769	1,615,697	-	1,615,697
General and administrative	33,266	1,150	34,416	140,659	2,094	142,753
Total Expenses	<u>221,035</u>	<u>1,150</u>	<u>222,185</u>	<u>1,756,356</u>	<u>2,094</u>	<u>1,758,450</u>
Increase (Decrease) in Unrestricted Net Assets	(69,632)	6,846	(62,786)	(528,427)	103,776	(424,651)
TEMPORARILY RESTRICTED NET ASSETS						
Contributions						
Grants	-	-	-	-	-	-
Increase (Decrease) in Temporarily Restricted Net Assets	-	-	-	-	-	-
Increase (Decrease) in Net Assets	(69,632)	6,846	(62,786)	(528,427)	103,776	(424,651)
Net Assets, Beginning of Year	<u>396,260</u>	<u>8,779</u>	<u>405,039</u>	<u>1,237,805</u>	<u>1,190,408</u>	<u>2,428,213</u>
Net Assets, End of Year	<u>\$ 326,628</u>	<u>\$ 15,625</u>	<u>\$ 342,253</u>	<u>\$ 709,378</u>	<u>\$ 1,294,184</u>	<u>\$ 2,003,562</u>

New Power PAC		Combined			
Current	Current	Endowment	Eliminations	Total	
\$ -	\$ 875,300	\$ -	\$ -	\$ 875,300	
20,435	388,790	5,094	-	393,884	
-	-	59,492	-	59,492	
-	99,154	-	-	99,154	
-	254	46,719	-	46,973	
-	-	2,561	-	2,561	
-	36,269	-	-	36,269	
<u>20,435</u>	<u>1,399,767</u>	<u>113,866</u>	<u>-</u>	<u>1,513,633</u>	
16,519	1,819,985	-	-	1,819,985	
3,969	177,894	3,244	-	181,138	
<u>20,488</u>	<u>1,997,879</u>	<u>3,244</u>	<u>-</u>	<u>2,001,123</u>	
(53)	(598,112)	110,622	-	(487,490)	
-	-	-	-	-	
-	-	-	-	-	
(53)	(598,112)	110,622	-	(487,490)	
92	1,634,157	1,199,187	-	2,833,344	
<u>\$ 39</u>	<u>\$ 1,036,045</u>	<u>\$ 1,309,809</u>	<u>\$ -</u>	<u>\$ 2,345,854</u>	

ORIGINAL COPY FILED
SECRETARY OF STATE OF KENTUCKY
FRANKFORT, KENTUCKY

DEC 20 1982

ARTICLES OF INCORPORATION
OF THE
KENTUCKY FAIR TAX COALITION, INC.

Carroll J. Hill
SECRETARY OF STATE

Know All Men by These Presents:

That we, the undersigned, have this day voluntarily associated ourselves together for the purpose of forming a non-profit corporation under the laws of the Commonwealth of Kentucky, and to that end do hereby adopt articles of incorporation as follows:

ARTICLE I

The name of the corporation is KENTUCKY FAIR TAX COALITION, INC. and by such name it shall be known body corporate and its duration shall be perpetual.

ARTICLE II

(A) The specific and primary purposes for which this corporation is formed are:

(1) To promote the social welfare; to provide relief for the poor, the distressed and the underprivileged; to lessen neighborhood tensions; to eliminate prejudice and discrimination; to combat community deterioration; to promote the development of infrastructure necessary to provide for enhanced economic opportunities for the people of Kentucky; to ensure uniform application of the taxing laws of Kentucky to all residents of the state; to promote improvement of the public schools in Kentucky; to promote the development of adequate housing for all residents of Kentucky; to educate the public generally on matters of taxation and land use; to promote and assist in the organization of local community groups whose objectives and purposes are substantially similar to those enumerated in these Articles of Incorporation; to engage in efforts designed to improve the quality

of life for all Kentuckians including, but not limited to: encouraging all persons to actively participate in the democratic and electoral process, but not encouraging such participation on behalf of or in opposition to any specific political campaign or candidate for public office; encouraging all persons and members of this organization to actively participate in the legislative process at the local, state, and federal levels to promote the furtherance of the purposes enumerated herein; to promote and encourage litigation to further the purposes and objectives enumerated herein.

(2) To aid, support and assist by gifts, contributions or otherwise, other corporations, community chests, funds and foundations organized and operated exclusively for charitable, religious, scientific, literary or educational purposes, no part of the net earnings of which inures to the benefit of any member or individual.

(3) Either directly or indirectly, and either alone or in conjunction or cooperation with others, whether such others be persons or organizations of any kind or nature, such as corporation, firms, associations, trusts, institutional foundations, or Governmental bureaus, departments or agencies, to do any and all lawful activities which may be necessary, useful or desirable for the furtherance, accomplishment, fostering or attainment of the foregoing purposes.

(B) In furtherance, but not in limitation, of the foregoing purposes, the corporation shall have the following general purposes and powers;

(1) To receive and administer funds and contributions received by grant, gift, deed, bequest, or devise, and otherwise to acquire money, securities, property, real, personal and mixed, rights and services of every kind and description, and to hold, lend, make guarantees, invest, expend, contribute, use, lease, sell or otherwise dispose of any money, securities,

property, real, personal and mixed, rights or services so acquired for the purposes above mentioned:

(2) To borrow money and to make, accept, endorse execute and issue bonds, debentures, promissory notes, and other corporate obligations, for moneys borrowed, or in payment of property acquired or for any of the purposes of the corporation, and to secure payment of any such obligation by mortgage, pledge, deed, indenture, agreement or other instrument of trust, or by other lien upon, assignment of or agreement in regard to all or any part of the property, rights or privileges of the corporation;

(3) To invest and reinvest its funds in such mortgages, bonds, notes, debentures, shares of preferred and common stock, and property, real, personal or mixed, tangible or intangible, all as the corporation's board of directors shall deem advisable and as may be permitted by law;

(4) To do all such other acts as are necessary or convenient to accomplish the objects and purposes herein set forth to the same extent and as fully as any natural person could or might do and as are not forbidden by law or by these Articles of Incorporation or by the bylaws of the corporation; and;

(5) To have all powers that may be conferred upon non-profit corporations formed under the General Nonprofit Corporation Law of the Commonwealth of Kentucky.

All of the foregoing purposes and powers and all other purposes and powers of this corporation as stated in these Articles of Incorporation shall be exclusively for such charitable purposes as are within the meaning of Section 501 (c) (4) of the Internal Revenue Code of 1954 as amended and Chapter 273 of the Kentucky Revised Statutes of the Commonwealth of Kentucky.

ARTICLE III

The address of the registered office of the Corporation in the Commonwealth of Kentucky is P.O. Box 1393, Lexington, Kentucky, 40591, and the name of the registered agent of the corporation is Joe F. Childers.

ARTICLE IV

The corporation formed hereby shall have no capital stock, and shall be composed of members rather than shareholders.

ARTICLE V

There shall be three (3) initial directors who comprise the board of directors of the corporation, and who shall serve until the first annual meeting, and those directors are:

(NAME)	(ADDRESS)
Gladys Maynard	Main Street, P.O. Box 60, Lovely, KY 41321
Mary Jane Adams	Long Branch Road, Yeaddiss, KY 41777
Jerry Hardt	Box 697, Salyersville, Ky 41465 Burning Fork Road,

The board of directors shall henceforth consist of the chairperson, vice-chairperson, and secretary-treasurer elected annually by the eligible membership of the corporation present and voting at each annual meeting of the corporation.

ARTICLE VI

The board of directors, by resolution adopted by a majority of the directors annually at the first meeting of the board subsequent to the annual meeting of the corporation shall appoint a steering committee composed of the chairperson, the vice-chairperson, and one representative, who shall be an eligible member, from each county which contains fifteen (15) eligible members, which representative shall be chosen by said eligible members, and said committee shall vary in size between annual meetings as counties attain the fifteen (15) member threshold, and said committee shall have and exercise all the authority of the board of directors including, but not limited to:

amending these articles of incorporation or the by-laws of the corporation; appointing other committees of the membership to carry out the purposes of the corporation; authorizing the sale, lease, purchase or encumbrance of all or any part of the property or assets of the corporation; authorizing the voluntary dissolution of the corporation; adopting a plan for the distribution of assets of the corporation; hiring of staff to carry out the purposes of the corporation; adopting an annual budget for carrying out the purposes of the corporation; implementing the policy and agenda of the corporation which shall generally be determined by the membership of the corporation at the annual meeting; and setting the annual dues payable by the eligible members.

ARTICLE VII

The eligible membership of the corporation shall be open to the public and not exclusive or discriminatory, and shall consist of all members who have paid their annual dues as determined by the steering committee. However, the steering committee shall have the authority to expel any member of the corporation only for reason that such member has actively engaged in activities contrary to the purposes enumerated herein, and such action of the steering committee shall be final and irrevocable.

ARTICLE VIII

The property of this corporation is irrevocably dedicated to charitable purposes, no part of any net earnings of the corporation shall inure to the benefit of any members or individual and no substantial part of the activities of the corporation shall consist of participating in political campaigns (including the publishing or distributing of other materials of any political camp or on behalf of any candidate for public office). Upon dissolution and distribution of the corporation's

assets, no member, as member of the corporation, shall be entitled for distribution or division of its remaining property or its proceeds after payment of all debts and obligations, and the balance of all money and other property received by the corporation from any source, including its operations, shall be transferred or conveyed to one or more domestic or foreign non-profit corporations, societies, or organizations engaged in activities substantially similar to those of this corporation and within the intention of Section 501(c)(4) of the Internal Revenue Code of 1954 as amended and Chapter 273 of the Kentucky Revised Statutes of the Commonwealth of Kentucky, pursuant to a plan of distribution adopted by the steering committee of the corporation.

ARTICLE IX

The names of the persons who are to be incorporators to the articles are as follows:

(NAME)	(ADDRESS)
Gladys Maynard	Main Street,
Mary Jane Adams	P.O. Box 60, Lovely, KY 41231
Jerry Hardt	Long Branch Road, Yeadiss, KY 41777
	Box 697, Salyersville, KY 41465
	Burning Fork Road,

ARTICLE X

The initial By-Laws may be adopted by the Board of Directors of the corporation, and may be amended, altered, or replaced by the steering committee of the corporation.

ARTICLE XI

Members of the corporation shall not be personally liable for any debt or obligation of the corporation solely by reason of being members.

ARTICLE XII

The Articles of Incorporation of this corporation may be changed by either written consent of a majority of the members of the steering committee, or by vote of a majority of the members of the steering committee who are present and voting at a meeting duly called upon notice for the specific purpose of changing the articles.

In witness whereof, we, the incorporators, have hereunto set our hands this 7th day of December, A.D. 1982.

Gladys Maynard
GLADYS MAYNARD

Mary Jane Adams
MARY JANE ADAMS

Jerry Hardt
JERRY HARDT

Subscribed and sworn to before me by Gladys Maynard, Mary Jane Adams, and Jerry Hardt this 7th day of December 1982.

C. F. Childis
NOTARY PUBLIC, STATE AT LARGE

My commission expires: July 6, 1986

AMENDMENT TO THE ARTICLES OF INCORPORATION
OF THE KENTUCKY FAIR TAX COALITION, INC.

At their September 27, 1984 meeting, the Kentucky Fair Tax Coalition steering committee, pursuant to Article XII of the Articles of Incorporation of the Kentucky Fair Tax Coalition, with a majority present, unanimously voted to amend the Articles of Incorporation so that the following shall be added to Article II, Section (A) (1):

These principles guide tax reform work:

1. The burden of taxes should be in proportion to the citizen's ability to pay.
2. All citizens have the duty/right to contribute to the common good. One usual way is the payment of taxes to support government.
3. Government has the duty to collect sufficient revenue to promote the common good and to deliver the services that are best supported through government.
4. For government to tax in excess of the requirements of the common good or to waste tax revenues is unjust since this unfairly deprives the citizen of his property and the produce of his labor without a corresponding common benefit.
5. The taxation and appropriation process should allow government the necessary flexibility for responsible fiscal management adaptable to changing circumstances and priorities.
6. The use of tax laws as incentives or disincentives to action should be viewed in the light of the common good. The granting of tax preferences (e.g., exemptions, deductions, etc.) should be genuinely premised on the promotion of the common interest and not upon special interest or favoritism.
7. Taxes once established should be collected with even handed enforcement. To permit the illegal nonpayment or underpayment of taxes is unjust to those who comply with the law.
8. The norm for choosing a form of taxation should first be the equitable distribution of civic burden and not the ease of collection or the lack of popular opposition. However, where there are equivalent equitable options, the simpler methods should be used.

9. The tax system should be diversified to provide a broad revenue base and to minimize the effect of imperfections on any one tax. Each form of taxation should not be looked at in isolation, but evaluated as part of the total tax system. Further, the impact of tax laws should be consistent with other public policies, e.g., the conservation of energy, the preservation of neighborhoods, etc.

(The term government as used in the above principles refers to all levels of government.)

In witness whereof, we, the Chairperson and Secretary-Treasurer of the Kentucky Fair Tax Coalition, Sidney Cornett and Jerry Hardt, respectively, have hereunto set our hands this 9th day of November, A.D. 1984.

Sidney Cornett
Sidney Cornett

Jerry Hardt
Jerry Hardt

Subscribed and sworn to before me by Sidney Cornett and Jerry Hardt this 9th day of November, 1984.

Joseph A. Szakos
Joseph A. Szakos, Notary

My commission expires: March 23, 1989

ORIGINAL COPY
FILED
SECRETARY OF STATE OF KENTUCKY
FRANKFORT, KENTUCKY

DEC 14 1987

ARTICLES OF AMENDMENT
TO THE ARTICLES OF INCORPORATION OF
KENTUCKY FAIR TAX COALITION, INC.

Dr. J. C. Davis
MEMBER OF THE BOARD

1. The name of the corporation is Kentucky Fair Tax Coalition.
2. The Amendment to the Articles of Incorporation is set forth as follows:

This organization shall be called KENTUCKIANS FOR THE COMMONWEALTH, INC.

3. This Amendment was approved by the Board of Directors at a meeting on November 14, 1987, and received at least 2/3 of the votes cast by the members present at the meeting.

Mary Jane Adams
MARY JANE ADAMS, CHAIRPERSON

Denise Giardina
DENISE GIARDINA,
SECRETARY-TREASURER

Subscribed and acknowledged before me, a notary public by Mary Jane Adams and Denise Giardina, this 8th day of December, 1987.

Joseph D. Zahor
Notary Public, State-at-Large

My Commission expires: March 23, 1988
THIS DOCUMENT PREPARED BY:

Phillip J. Shepherd
PHILLIP J. SHEPHERD
SHEPHERD & CHILDERS
P.O. Box 782
Frankfort, Kentucky 40602
502/223-2338

ARTICLES OF AMENDMENT
TO
ARTICLES OF INCORPORATION
OF

0173106.09
Trey Grayson
Secretary of State
Received and Filed
06/24/2009 3:23:52 PM
Fee Receipt: \$8.00

mstratton
NAOA

KENTUCKIANS FOR THE COMMONWEALTH, INC.

Pursuant to the provisions of the Kentucky Nonprofit Corporation Act, the undersigned adopts the following Articles of Amendment to its Articles of Incorporation:

- FIRST: The name of the Corporation is Kentuckians for the Commonwealth, Inc.
- SECOND: The following amendments of the Articles of Incorporation were adopted by the Corporation in the manner prescribed by the Kentucky Nonprofit Corporation Act:

Article II (A) (1) is hereby amended to read:

(1) To promote the social welfare; to provide relief for the poor, the distressed and the underprivileged; to lessen neighborhood tensions; to eliminate prejudice and discrimination; to combat community deterioration; to promote the development of infrastructure necessary to provide for enhanced economic opportunities for the people of Kentucky; to ensure uniform application of the taxing laws of Kentucky to all residents of the Commonwealth; to promote improvement of the public schools in Kentucky; to promote the development of adequate housing for all residents of Kentucky; to educate the public generally on matters of taxation and land use; to promote and assist in the organization of local community groups whose objectives and purposes are substantially similar to those enumerated in these Articles of Incorporation; to engage in efforts designed to improve the quality of life for all Kentuckians including, but not limited to: encouraging all persons to actively participate in the democratic and electoral process and encouraging all persons and members of this organization to actively participate in the legislative process at the local, state, and federal levels; to promote the furtherance of the purposes enumerated herein; and to promote and encourage litigation to further the purposes and objectives enumerated herein.

Article II is hereby amended to insert new section (C) to read:

ARTICLE II (C)
These principles guide tax reform work:
1. The burden of taxes should be in proportion to the citizen's ability to pay.

2. All citizens have the duty/right to contribute to the common good. One usual way is the payment of taxes to support government.
3. Government has the duty to collect sufficient revenue to promote the common good and to deliver the services that are best supported through government.
4. For government to tax in excess of the requirements of the common good or to waste tax revenues is unjust since this unfairly deprives the citizen of his property and the produce of his labor without a corresponding common benefit.
5. The taxation and appropriation process should allow government the necessary flexibility for responsible fiscal management adaptable to changing circumstances and priorities.
6. The use of tax laws as incentives or disincentives to action should be viewed in the light of the common good. The granting of tax preferences (e.g., exemptions, deductions, etc.) should be genuinely premised on the promotion of the common interest and not upon special interest or favoritism.
7. Taxes once established should be collected with even handed enforcement. To permit the illegal nonpayment or underpayment of taxes is unjust to those who comply with the law.
8. The norm for choosing a form of taxation should first be the equitable distribution of civic burden and not the ease of collection or the lack of popular opposition. However, where there are equivalent equitable options, the simpler methods should be used.
9. The tax system should be diversified to provide a broad revenue base and to minimize the effect of imperfections on any one tax. Each form of taxation should not be looked at in isolation, but evaluated as part of the total tax system. Further, the impact of tax laws should be consistent with other public policies, e.g., the conservation of energy, the preservation of neighborhoods, etc.)

(The term government as used in the above principles refers to all levels of government.)

Article V is hereby amended to read:

ARTICLE V

The board of directors shall be known as the "steering committee" and shall consist of the chairperson, vice-chairperson, secretary-treasurer, at-large representative, immediate past chairperson, and one representative

from each county chapter. The members of the steering committee shall be selected as provided in the corporation's by-laws.

Article VI is amended to read:

ARTICLE VI

The steering committee shall implement the policy and agenda of the corporation which shall generally be determined by the membership of the corporation at the annual meeting.

Article VIII is hereby amended to read:

ARTICLE VIII

The property of this corporation is irrevocably dedicated to social welfare purposes. No part of the net earnings of the Corporation shall inure to the benefit of or be distributed to any member, director, employee or other individual, partnership, estate, trust or corporation having a personal or private interest in the corporation. Compensation for services actually rendered and reimbursement for expenses actually incurred in attending to the affairs of this Corporation shall be limited to reasonable amounts. So long as it is primarily engaged in nonpolitical activities which support social welfare, the Corporation may participate or intervene in lawful political campaign activity on behalf of or in opposition to candidates for public office. Notwithstanding any other provision of these Articles or of any Bylaws adopted thereunder, this corporation shall not take any action not permitted by the laws which then apply to this Corporation.

Upon dissolution and distribution of the corporation's assets, no member, as member of the corporation, shall be entitled to a distribution or division of its remaining property or its proceeds after payment of all debts and obligations, and the balance of all money and other property received by the corporation from any source, including its operations, shall be transferred or conveyed to one or more domestic or foreign nonprofit corporations, societies, or organizations engaged in activities substantially similar to those of this corporation and within the intention of Section 501(c)(4) of the Internal Revenue Code of 1986, as amended, and Chapter 273 of the Kentucky Revised Statutes of the Commonwealth of Kentucky, pursuant to a plan of distribution adopted by the board of the corporation.

The reference in Article II to the "Internal Revenue Code of 1956" is hereby amended to refer to the "Internal Revenue Code of 1986."

THIRD:

These amendments were adopted at a meeting of the Board of Directors of the Corporation held on May 16, 2009, and received the vote of at least a majority of the Directors in office, there being no members having voting rights in respect thereof.

BY:

K.A. Owens
K.A. Owens
CHAIRPERSON

Pamela J. Maggard
Pam Maggard
SECRETARY/TREASURER

State of Kentucky, County of Laurel, Sect. 1, DEAN
JOHNSON, Clerk of the Laurel County Court, do certify that the
foregoing Articles was, on
the 7 day of August 2009, at 12:57 P.M.,
lodged in my office for record, and that it has been duly recorded in my
said office, together with this and the certificate thereon endorsed.
Given under my hand this 7 day of Aug
20 09 at Laurel Book 23 Page 480
Clark Dean Johnson
Dean Johnson D.C.

KENTUCKY COALITION

Board of Directors 2014-2015

Term: September 1, 2014 to August 31, 2015

Term Limits: The Kentucky Coalition board members who are also members of the Kentuckians For The Commonwealth (KFTC) Executive Committee follow the term limits placed on them as KFTC Executive Committee members. The three additional Kentucky Coalition Board members may serve four consecutive one-year terms.

Dana Beasley Brown, chair
Carl Shoupe, vice chair
Elizabeth Sanders, secretary-treasurer
Tanya Torp, at-large member
Sue Tallichet, immediate past chair
Mary Love, member
Megan Naseman, member
Stanley Sturgill, member

KENTUCKIANS FOR THE COMMONWEALTH

Steering Committee 2014-2015

Term: September 1, 2014 to August 31, 2015

Term Limits: 3 years

EXECUTIVE COMMITTEE:

Dana Beasley Brown, chair
Carl Shoupe, vice chair
Elizabeth Sanders, secretary-treasurer
Tanya Torp, at-large member
Sue Tallichet, immediate past chair

CHAPTER REPRESENTATIVES

Homer White, Scott County
Christian Torp, Central Kentucky
Lisa Montgomery, Rowan County
Rick Traud, Northern Kentucky
Ryan Fenwick, Jefferson County
Alan Smith, Southern Kentucky
Greg Sturgill, Harlan County
Russell Oliver, Perry County
Meta Mendel-Reyes, Madison County
Eagle Brosi, Letcher County
Nina McCoy, Big Sandy
Lee Ann Paynter, Wilderness Trace

Shane Ashford, Shelby County

CHAPTER ALTERNATES

Rosanne Fitts Klarer, Scott County

Sarah Martin, Central Kentucky

John Hennen, Rowan County

Ben Baker, Northern Kentucky

Nan Goheen, Jefferson County

Dora James and Jeanie Smith, Southern Kentucky

Clair Stines, Harlan County

Katie Pirocina, Perry County

Megan McKinney, Madison County

Herb Smith, Letcher County

John Rosenberg, Big Sandy

Leah Bayens, Wilderness Trace

Leslie McBride, Shelby County

Smoketown Getdown 2015 Budget

<u>ITEM</u>	<u>Actual Cost</u>
Special Events Permit	\$40.00
Master Vendor Permit	\$75.00
Barricades (6 X \$10)	\$63.60
Trash bins/liners	\$20.00
Portalets (4 units)	\$350.00
Sound Equipment & Technician	\$420.00
Stage & Tent	\$1,296.00
2 State ABC License	\$92.48
Background check for ABC license	\$22.00
City ABC License	\$25.00
Temporary Insurance	\$624.00
Beer kegs (10 X \$150)	\$1,500.00
Beer cases (12 X \$31.20)	\$374.40
Keg deposit (10 x \$30)	\$300.00
Draft Trailer Rental + fuel & equipment	\$70.00
Poster/Yard Sign Design	\$250.00
Poster printing	\$300.00
Miscellaneous supplies (cups, ice, water, etc)	\$350.00
Art Wall	\$100.00
Honorariums for performers	\$1,300.00
Security	\$500.00
Magnolia Photo Boot Rental	\$1,050.00
Total:	\$9,122.48

Request for Taxpayer Identification Number and Certification

Give Form to the requester. Do not send to the IRS.

1 Name (as shown on your income tax return). Name is required on this line; do not leave this line blank.
KENTUCKIANS FOR THE COMMONWEALTH

2 Business name/disregarded entity name, if different from above

3 Check appropriate box for federal tax classification; check only one of the following seven boxes:
 Individual/sole proprietor or single-member LLC
 C Corporation
 S Corporation
 Partnership
 Trust/estate
 Limited liability company. Enter the tax classification (C=C corporation, S=S corporation, P=partnership) ▶ _____
Note. For a single-member LLC that is disregarded, do not check LLC; check the appropriate box in the line above for the tax classification of the single-member owner.
 Other (see instructions) ▶ _____

4 Exemptions (codes apply only to certain entities, not individuals; see instructions on page 3):
 Exempt payee code (if any) _____
 Exemption from FATCA reporting code (if any) _____
(Applies to accounts maintained outside the U.S.)

5 Address (number, street, and apt. or suite no.)
PO BOX 1450

6 City, state, and ZIP code
London KY 40743

7 List account number(s) here (optional)

Requester's name and address (optional)

Part I Taxpayer Identification Number (TIN)

Enter your TIN in the appropriate box. The TIN provided must match the name given on line 1 to avoid backup withholding. For individuals, this is generally your social security number (SSN). However, for a resident alien, sole proprietor, or disregarded entity, see the Part I instructions on page 3. For other entities, it is your employer identification number (EIN). If you do not have a number, see *How to get a TIN* on page 3.

Note. If the account is in more than one name, see the instructions for line 1 and the chart on page 4 for guidelines on whose number to enter.

Social security number

			-			-			
--	--	--	---	--	--	---	--	--	--

or
Employer identification number

Part II Certification

Under penalties of perjury, I certify that:

- The number shown on this form is my correct taxpayer identification number (or I am waiting for a number to be issued to me); and
- I am not subject to backup withholding because: (a) I am exempt from backup withholding, or (b) I have not been notified by the Internal Revenue Service (IRS) that I am subject to backup withholding as a result of a failure to report all interest or dividends, or (c) the IRS has notified me that I am no longer subject to backup withholding; and
- I am a U.S. citizen or other U.S. person (defined below); and
- The FATCA code(s) entered on this form (if any) indicating that I am exempt from FATCA reporting is correct.

Certification instructions. You must cross out item 2 above if you have been notified by the IRS that you are currently subject to backup withholding because you have failed to report all interest and dividends on your tax return. For real estate transactions, item 2 does not apply. For mortgage interest paid, acquisition or abandonment of secured property, cancellation of debt, contributions to an individual retirement arrangement (IRA), and generally, payments other than interest and dividends, you are not required to sign the certification, but you must provide your correct TIN. See the instructions on page 3.

Sign Here
Signature of U.S. person ▶ Kevin Dougherty

Date ▶ 7-27-15

General Instructions

Section references are to the Internal Revenue Code unless otherwise noted.
Future developments. Information about developments affecting Form W-9 (such as legislation enacted after we release it) is at www.irs.gov/fw9.

Purpose of Form

An individual or entity (Form W-9 requester) who is required to file an information return with the IRS must obtain your correct taxpayer identification number (TIN) which may be your social security number (SSN), individual taxpayer identification number (ITIN), adoption taxpayer identification number (ATIN), or employer identification number (EIN), to report on an information return the amount paid to you, or other amount reportable on an information return. Examples of information returns include, but are not limited to, the following:

- Form 1099-INT (interest earned or paid)
- Form 1099-DIV (dividends, including those from stocks or mutual funds)
- Form 1099-MISC (various types of income, prizes, awards, or gross proceeds)
- Form 1099-B (stock or mutual fund sales and certain other transactions by brokers)
- Form 1099-S (proceeds from real estate transactions)
- Form 1099-K (merchant card and third party network transactions)

- Form 1098 (home mortgage interest), 1098-E (student loan interest), 1098-T (tuition)
- Form 1099-C (canceled debt)
- Form 1099-A (acquisition or abandonment of secured property)

Use Form W-9 only if you are a U.S. person (including a resident alien), to provide your correct TIN.
 If you do not return Form W-9 to the requester with a TIN, you might be subject to backup withholding. See *What is backup withholding?* on page 2.

By signing the filled-out form, you:

- Certify that the TIN you are giving is correct (or you are waiting for a number to be issued),
- Certify that you are not subject to backup withholding, or
- Claim exemption from backup withholding if you are a U.S. exempt payee. If applicable, you are also certifying that as a U.S. person, your allocable share of any partnership income from a U.S. trade or business is not subject to the withholding tax on foreign partners' share of effectively connected income, and
- Certify that FATCA code(s) entered on this form (if any) indicating that you are exempt from the FATCA reporting, is correct. See *What is FATCA reporting?* on page 2 for further information.

KFTC Staff

- **Lisa Abbott** is KFTC's Organizing and Leadership Development Director.
- Elizabeth Adami**, Development Associate
- Beth Bissmeyer** is KFTC's Tax Justice Organizer.
- Morgan Brown** is KFTC's Administrative Assistant.
- Tim Buckingham** is KFTC's Communications Associate
- Robin Daugherty** is KFTC's Office Manager.
- Joe Gallenstein** is KFTC's Scott County/Northern Kentucky Organizer
- **Jerry Hardt** is KFTC's Communications Director.
- Jessica Hays** is KFTC's Tax and Economic Justice Organizer and a Deputy Organizing Director for Leadership Development.
- Amy Hogg** is KFTC's Development Director
- Beth Howard** is KFTC's Central Kentucky Organizer.
- Erik Hungerbuhler** is KFTC's Website Manager and E-Organizer.
- Alicia Hurle** is KFTC's Jefferson County Organizer.
- Enchanta Jackson**, Deputy Organizing Director for Voter Empowerment
- Molly Kaviar** is KFTC's Southern Kentucky Organizer.
- **Burt Lauderdale** is KFTC's Executive Director.
- Carissa Lenfert** is Deputy Organizing Director
- Heather Mahoney** is KFTC's Deputy Director.
- Sara Pennington** is the New Energy & Transition Organizer
- Kevin Pentz** is KFTC's Canary Project Organizer.
- Jessie Skaggs** is an Eastern Kentucky Organizer
- Tanya Turner** is an Eastern Kentucky Organizer
- Sasha Zaring** in KFTC's Wilderness Trace/Madison County Organizer

****** Denote the 3 highest paid staff

Internal Revenue Service
District Director

Department of the Treasury

P. O. Box 2508
Cincinnati, OH 45201

Date: JUN 15 1998

Kentuckians for the
Commonwealth, Inc.
P.O. Box 1450
London, KY 40743-1450

Person to Contact:
Carol Kraft
Telephone Number:
513-241-5199
Fax Number:
513-684-5936
Federal Identification Number:
[REDACTED]

Dear Sir or Madam:

This letter is in response to your request for affirmation of your organization's exempt status.

In July, 1983 we issued a determination letter that recognized your organization as exempt from federal income tax under section 501(c)(4) of the Internal Revenue Code. That letter is still in effect.

All exempt organizations (unless specifically excluded) are liable for taxes under the Federal Insurance Contributions Act (social security taxes) on remuneration of \$200 or more paid to each employee during a calendar year. Your organization is also liable for tax under the Federal Unemployment Tax Act for each employee to whom it pays \$50 or more during a calendar quarter if, during the current or preceding calendar year, the organization had one or more employees at any time in each of 20 calendar weeks or it paid wages of \$1,500 or more in any calendar quarter.

If your organization's character, method of operation, or purposes change, please let us know so we can consider the effect of the change on the organization's exempt status. Also, your organization should inform us of all changes in its name or address.

Your organization is required to file Form 990, Return of Organization Exempt from Income Tax, if its gross receipts each year are normally more than \$25,000. If a return is required, it must be filed by the 15th day of the fifth month after the end of the organization's annual accounting period. The law imposes a penalty of \$20 a day, up to a maximum of \$10,000, when a return is filed late, unless there is reasonable cause for the delay.

Because your organization is not one described in section 170(c) of the Code, donors may not deduct contributions made to it. You should advise your organization's contributors to that effect.

Your organization is not required to file federal income tax returns unless it is subject to the tax on unrelated business income under section 511 of the Internal Revenue Code. If your organization is subject to this tax, it must file an income tax return on Form 990-T, Exempt Organization Business Income Tax Return. In this letter we are not determining whether any of your organization's activities are unrelated trade or business as defined in Code section 513.

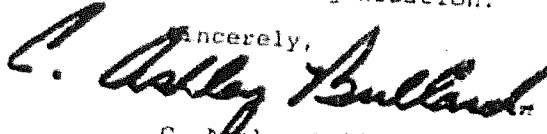
Kentucky for the Commonwealth, Inc.
[REDACTED]

As this letter could help resolve any questions about your organization's exempt status, you should keep it with your organization's permanent records.

Please direct any questions to the person identified in the heading of this letter.

This letter affirms the exempt status of your organization.

Sincerely,



C. Ashley Bullard
District Director

Form **990**
Department of the Treasury
Internal Revenue Service

Return of Organization Exempt From Income Tax
Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)
▶ The organization may have to use a copy of this return to satisfy state reporting requirements.

OMB No. 1545-0047
2012
Open to Public Inspection

A For the 2012 calendar year, or tax year beginning , and ending

- B** Check if applicable:
- Address change
 - Name change
 - Initial return
 - Terminated
 - Amended return
 - Application pending

C Name of organization: **Kentuckians for the Commonwealth, Inc.**
Doing Business As
Number and street (or P.O. box if mail is not delivered to street address):
P.O. Box 1450 Room/suite
City, town or post office, state, and ZIP code:
London KY 40743-1450

D Employer identification number
E Telephone number
606-878-2161
G Gross receipts \$ **198,964**

F Name and address of principal officer:
Burt Lauderdale
P O Box 1450
London KY 40743-1450

H(a) Is this a group return for affiliates? Yes No
H(b) Are all affiliates included? Yes No
If "No," attach a list. (see instructions)

I Tax-exempt status: 501(c)(3) 501(c) (**4**) (insert no.) 4947(e)(1) or 527

J Website: **www.kftc.org**

K Form of organization: Corporation Trust Association Other ▶

H(c) Group exemption number ▶
L Year of formation: **1982** **M** State of legal domicile: **KY**

Part I Summary

Activities & Governance	1 Briefly describe the organization's mission or most significant activities: Promote citizen participation in the democratic process.		
	2 Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets.		
	3 Number of voting members of the governing body (Part VI, line 1a)	3	18
	4 Number of independent voting members of the governing body (Part VI, line 1b)	4	18
	5 Total number of individuals employed in calendar year 2012 (Part V, line 2a)	5	36
	6 Total number of volunteers (estimate if necessary)	6	1400
Revenue	7a Total unrelated business revenue from Part VIII, column (C), line 12	7a	0
	b Net unrelated business taxable income from Form 990-T, line 34	7b	0
	8 Contributions and grants (Part VIII, line 1h)	Prior Year	Current Year
	9 Program service revenue (Part VIII, line 2g)	464,206	93,757
	10 Investment income (Part VIII, column (A), lines 3, 4, and 7d)	64,905	48,845
	11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	-1,148	18,956
	12 Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	16,791	8,689
	13 Grants and similar amounts paid (Part IX, column (A), lines 1-3)	544,754	170,247
	14 Benefits paid to or for members (Part IX, column (A), line 4)	18,313	28,292
	15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)		0
Expenses	16a Professional fundraising fees (Part IX, column (A), line 11e)	74,998	71,484
	b Total fundraising expenses (Part IX, column (D), line 25) ▶ 34,207		0
	17 Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e)		
	18 Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)	64,570	122,409
	19 Revenue less expenses. Subtract line 18 from line 12	157,881	222,185
Net Assets or Fund Balances	20 Total assets (Part X, line 16)	386,873	-51,938
	21 Total liabilities (Part X, line 26)	Beginning of Current Year	End of Year
		514,861	436,736
	22 Net assets or fund balances. Subtract line 21 from line 20	109,822	94,483
	405,039	342,253	

Part II Signature Block

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.

Sign Here
Signature of officer: **Burt Lauderdale** Date
Type or print name and title: **Executive Director**

Paid Preparer Use Only
Print/Type preparer's name: **Myron D. Fisher** Preparer's signature: **Myron D. Fisher** Date: **08/22/13** Check if PTIN self-employed **000078455**
Firm's name: **Baldwin CPAs, PLLC** Firm's EIN: **[REDACTED]**
Firm's address: **713 W Main St Richmond, KY 40475-1351** Phone no.: **859-626-9040**

May the IRS discuss this return with the preparer shown above? (see instructions) Yes No
For Paperwork Reduction Act Notice, see the separate instructions.
DAA Form **990** (2012)

Form 990 (2012) **Kentuckians for the Commonwealth,**
Part III Statement of Program Service Accomplishments

1 Briefly describe the organization's mission: X
Promote citizen participation in the democratic process.

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? Yes No
If "Yes," describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? Yes No
If "Yes," describe these changes on Schedule O.

4 Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code:) (Expenses \$ **164,212** including grants of \$ **28,292**) (Revenue \$ **159,399**)
Leadership Development and Grassroots Organizing.
Leadership and organizational skills made available to members and community members. Mobilizing citizens to participate in the democratic process. Provide workshops and information to promote citizen participation.

4b (Code:) (Expenses \$ **20,032** including grants of \$) (Revenue \$)
General activities-Provide information and services about local and state issues. Publication of newsletter.

4c (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4d Other program services. (Describe in Schedule O.)

(Expenses \$ including grants of \$) (Revenue \$)

4e Total program service expenses **▶ 184,244**) (Revenue \$)

Form 990 (2012) **Kentuckians for the Commonwealth,**
Part IV Checklist of Required Schedules

	Yes	No
1 Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? If "Yes," complete Schedule A		X
2 Is the organization required to complete Schedule B, Schedule of Contributors (see instructions)?	X	
3 Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? If "Yes," complete Schedule C, Part I	X	
4 Section 501(c)(3) organizations. Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? If "Yes," complete Schedule C, Part II		
5 Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? If "Yes," complete Schedule C, Part III	X	
6 Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? If "Yes," complete Schedule D, Part I		X
7 Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? If "Yes," complete Schedule D, Part II		X
8 Did the organization maintain collections of works of art, historical treasures, or other similar assets? If "Yes," complete Schedule D, Part III		X
9 Did the organization report an amount in Part X, line 21, for escrow or custodial account liability; serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? If "Yes," complete Schedule D, Part IV		X
10 Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? If "Yes," complete Schedule D, Part V	X	
11 If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable.		
a Did the organization report an amount for land, buildings, and equipment in Part X, line 10? If "Yes," complete Schedule D, Part VI		X
b Did the organization report an amount for investments—other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part VII		X
c Did the organization report an amount for investments—program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part VIII		X
d Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part IX		X
e Did the organization report an amount for other liabilities in Part X, line 25? If "Yes," complete Schedule D, Part X	X	
f Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? If "Yes," complete Schedule D, Part X		X
12a Did the organization obtain separate, independent audited financial statements for the tax year? If "Yes," complete Schedule D, Parts XI and XII	X	
b Was the organization included in consolidated, independent audited financial statements for the tax year? If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI and XII is optional	X	
13 Is the organization a school described in section 170(b)(1)(A)(ii)? If "Yes," complete Schedule E		X
14a Did the organization maintain an office, employees, or agents outside of the United States?		X
b Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? If "Yes," complete Schedule F, Parts I and IV		X
15 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? If "Yes," complete Schedule F, Parts II and IV		X
16 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? If "Yes," complete Schedule F, Parts III and IV		X
17 Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? If "Yes," complete Schedule G, Part I (see instructions)		X
18 Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? If "Yes," complete Schedule G, Part II		X
19 Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? If "Yes," complete Schedule G, Part III		X
20a Did the organization operate one or more hospital facilities? If "Yes," complete Schedule H		X
b If "Yes" to line 20a, did the organization attach a copy of its audited financial statements to this return?		X
20b		

Form 990 (2012) **Kentuckians for the Commonwealth,** [REDACTED]
Part IV Checklist of Required Schedules (continued)

	Yes	No
21 Did the organization report more than \$5,000 of grants and other assistance to any government or organization in the United States on Part IX, column (A), line 1? If "Yes," complete Schedule I, Parts I and II	X	
22 Did the organization report more than \$5,000 of grants and other assistance to individuals in the United States on Part IX, column (A), line 2? If "Yes," complete Schedule I, Parts I and III		X
23 Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? If "Yes," complete Schedule J		X
24a Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25		X
b Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?		X
c Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?		
d Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?		
25a Section 501(c)(3) and 501(c)(4) organizations. Did the organization engage in an excess benefit transaction with a disqualified person during the year? If "Yes," complete Schedule L, Part I		X
b Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? If "Yes," complete Schedule L, Part I		X
26 Was a loan to or by a current or former officer, director, trustee, key employee, highest compensated employee, or disqualified person outstanding as of the end of the organization's tax year? If "Yes," complete Schedule L, Part II		X
27 Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? If "Yes," complete Schedule L, Part III		X
28 Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):		
a A current or former officer, director, trustee, or key employee? If "Yes," complete Schedule L, Part IV		X
b A family member of a current or former officer, director, trustee, or key employee? If "Yes," complete Schedule L, Part IV		X
c An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? If "Yes," complete Schedule L, Part IV		X
29 Did the organization receive more than \$25,000 in non-cash contributions? If "Yes," complete Schedule M		X
30 Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? If "Yes," complete Schedule M		X
31 Did the organization liquidate, terminate, or dissolve and cease operations? If "Yes," complete Schedule N, Part I		X
32 Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? If "Yes," complete Schedule N, Part II		X
33 Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Schedule R, Part I		X
34 Was the organization related to any tax-exempt or taxable entity? If "Yes," complete Schedule R, Parts II, III, or IV, and Part V, line 1		X
35a Did the organization have a controlled entity within the meaning of section 512(b)(13)?	X	
b If "Yes" to line 35a, did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Schedule R, Part V, line 2		X
36 Section 501(c)(3) organizations. Did the organization make any transfers to an exempt non-charitable related organization? If "Yes," complete Schedule R, Part V, line 2		
37 Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? If "Yes," complete Schedule R, Part VI		
38 Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11b and 19? Note. All Form 990 filers are required to complete Schedule O		X
38	X	

Form 990 (2012) Kentuckians for the Commonwealth, [REDACTED]
Part V Statements Regarding Other IRS Filings and Tax Compliance
 Check if Schedule O contains a response to any question in this Part V

		1a	1b	1c	2a	2b	3a	3b	4a	5a	5b	5c	6a	6b	7a	7b	7c	7d	7e	7f	7g	7h	8	9a	9b	10a	10b	11a	11b	12a	12b	13a	13b	13c	14a	14b			
1a	Enter the number reported in Box 3 of Form 1096. Enter -0- if not applicable	4																																					
b	Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable																																						
c	Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?		0																																				
2a	Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return																																						
b	If at least one is reported on line 2a, did the organization file all required federal employment tax returns? Note. If the sum of lines 1a and 2a is greater than 250, you may be required to e-file (see instructions)																																						
3a	Did the organization have unrelated business gross income of \$1,000 or more during the year?																																						
b	If "Yes," has it filed a Form 990-T for this year? If "No," provide an explanation in Schedule O																																						
4a	At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?																																						
b	If "Yes," enter the name of the foreign country: See instructions for filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.																																						
5a	Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?																																						
b	Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?																																						
c	If "Yes" to line 5a or 5b, did the organization file Form 8886-T?																																						
6a	Does the organization have annual gross receipts that are normally greater than \$100,000, and did the organization solicit any contributions that were not tax deductible as charitable contributions?																																						
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?																																						
7	Organizations that may receive deductible contributions under section 170(c).																																						
a	Did the organization receive a payment in excess of \$75 made partly as a contribution and partly for goods and services provided to the payor?																																						
b	If "Yes," did the organization notify the donor of the value of the goods or services provided?																																						
c	Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?																																						
d	If "Yes," indicate the number of Forms 8282 filed during the year																																						
e	Did the organization receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?																																						
f	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?																																						
g	If the organization received a contribution of qualified intellectual property, did the organization file Form 8899 as required?																																						
h	If the organization received a contribution of cars, boats, airplanes, or other vehicles, did the organization file a Form 1098-C?																																						
8	Sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations. Did the supporting organization, or a donor advised fund maintained by a sponsoring organization, have excess business holdings at any time during the year?																																						
9	Sponsoring organizations maintaining donor advised funds.																																						
a	Did the organization make any taxable distributions under section 4966?																																						
b	Did the organization make a distribution to a donor, donor advisor, or related person?																																						
10	Section 501(c)(7) organizations. Enter:																																						
a	Initiation fees and capital contributions included on Part VIII, line 12																																						
b	Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities																																						
11	Section 501(c)(12) organizations. Enter:																																						
a	Gross income from members or shareholders																																						
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)																																						
12a	Section 4947(a)(1) non-exempt charitable trusts. Is the organization filing Form 990 in lieu of Form 1041?																																						
b	If "Yes," enter the amount of tax-exempt interest received or accrued during the year																																						
13	Section 501(c)(29) qualified nonprofit health insurance issuers.																																						
a	Is the organization licensed to issue qualified health plans in more than one state?																																						
b	Enter the amount of reserves the organization is required to maintain by the states in which the organization is licensed to issue qualified health plans																																						
c	Enter the amount of reserves on hand																																						
14a	Did the organization receive any payments for indoor tanning services during the tax year?																																						
b	If "Yes," has it filed a Form 720 to report these payments? If "No," provide an explanation in Schedule O																																						

Form 990 (2012) **Kentuckians for the Commonwealth,** [REDACTED]

Part VI Governance, Management, and Disclosure For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions. Check if Schedule O contains a response to any question in this Part VI

Section A. Governing Body and Management

	1a	18	Yes	No
1a Enter the number of voting members of the governing body at the end of the tax year. If there are material differences in voting rights among members of the governing body, or if the governing body delegated broad authority to an executive committee or similar committee, explain in Schedule O.		18		
b Enter the number of voting members included in line 1a, above, who are independent		18		
2 Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?				
3 Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors, or trustees, or key employees to a management company or other person?				X
4 Did the organization make any significant changes to its governing documents since the prior Form 990 was filed?				X
5 Did the organization become aware during the year of a significant diversion of the organization's assets?				X
6 Did the organization have members or stockholders?			X	
7a Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body?			X	
b Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or persons other than the governing body?				X
8 Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following:				
a The governing body?			X	
b Each committee with authority to act on behalf of the governing body?			X	
9 Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O				X

Section B. Policies (This Section B requests information about policies not required by the Internal Revenue Code.)

	Yes	No
10a Did the organization have local chapters, branches, or affiliates?	X	
b If "Yes," did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes?		
10b Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form?	X	
11a Describe in Schedule O the process, if any, used by the organization to review this Form 990.	X	
12a Did the organization have a written conflict of interest policy? If "No," go to line 13	X	
b Were officers, directors, or trustees, and key employees required to disclose annually interests that could give rise to conflicts?		X
c Did the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this was done		
12c Did the organization have a written whistleblower policy?	X	
13 Did the organization have a written document retention and destruction policy?	X	
14 Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision?	X	
a The organization's CEO, Executive Director, or top management official		
b Other officers or key employees of the organization	X	
If "Yes" to line 15a or 15b, describe the process in Schedule O (see instructions).	X	
15a Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?		
b If "Yes," did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and take steps to safeguard the organization's exempt status with respect to such arrangements?		X
16a		
16b		

Section C. Disclosure

17 List the states with which a copy of this Form 990 is required to be filed **None**

18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (Section 501(c)(3)s only) available for public inspection. Indicate how you made these available. Check all that apply.
 Own website Another's website Upon request Other (explain in Schedule O)

19 Describe in Schedule O whether (and if so, how), the organization made its governing documents, conflict of interest policy, and financial statements available to the public during the tax year.

20 State the name, physical address, and telephone number of the person who possesses the books and records of the organization: **Kentuckians for the Commonwealth PO Box 1450**

London

KY 40743

606-878-2161

Form 990 (2012) **Kentuckians for the Commonwealth**, [REDACTED] Page 7
Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors
 Check if Schedule O contains a response to any question in this Part VII

Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

1a Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
- List all of the organization's **current** key employees, if any. See instructions for definition of "key employee."
- List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.
- List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations. List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

Check this box if neither the organization nor any related organizations compensated any current officer, director, or trustee.

(A) Name and Title	(B) Average hours per week (list any hours for related organizations below dotted line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(1) Burt Lauderdale Executive Director	50.00 0.00	X						71,411	0	0
(2) Christian Top Director	0.00 0.00	X						0	0	0
(3) Steve Boyce Immediate Past Chair	0.00 0.00	X	X					0	0	0
(4) Dana Beasley Brown Vice Chair	0.00 0.00	X	X					0	0	0
(5) Rick Handshoe Secretary/Treasurer	0.00 0.00	X	X					0	0	0
(6) H. White Director	0.00 0.00	X						0	0	0
(7) Shekirah Lavalley Director	0.00 0.00	X						0	0	0
(8) Jack Ball Director	0.00 0.00	X						0	0	0
(9) Ben Baker Director	0.00 0.00	X						0	0	0
(10) Sue Tallichet Chair	0.00 0.00	X	X					0	0	0
(11) Ted Withrow Director	0.00 0.00	X						0	0	0

DAA

Form 990 (2012) **Kentuckians for the Commonwealth,** [REDACTED]

Part VII Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (continued)

(A) Name and title	(B) Average hours per week (list any hours for related organizations below dotted line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)					(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee			
(12) Travis Lane Director	0.00 0.00	X							
(13) Megan Naseman At Large Representat	0.00 0.00	X	X				0	0	0
(14) Cleveland Smith Director	0.00 0.00	X					0	0	0
(15) Elizabeth Sanders Director	0.00 0.00	X					0	0	0
(16) Meta Mendel-Reyes Director	0.00 0.00	X					0	0	0
(17) Whitney Blackburn Director	0.00 0.00	X					0	0	0
(18) Daniel Morgan Director	0.00 0.00	X					0	0	0
(19) Leslie McBride Director	0.00 0.00	X					0	0	0
1b Sub-total	0.00	X					0	0	0
c Total from continuation sheets to Part VII, Section A							71,411	0	0
d Total (add lines 1b and 1c)							71,411		
2 Total number of individuals (including but not limited to those listed above) who received more than \$100,000 in reportable compensation from the organization 0									

- 3 Did the organization list any former officer, director, or trustee, key employee, or highest compensated employee on line 1a? If "Yes," complete Schedule J for such individual
- 4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If "Yes," complete Schedule J for such individual
- 5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? If "Yes," complete Schedule J for such person

	Yes	No
3		X
4		X
5		X

Section B. Independent Contractors
1 Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year.

(A) Name and business address	(B) Description of services	(C) Compensation
2 Total number of independent contractors (including but not limited to those listed above) who received more than \$100,000 of compensation from the organization 0		

Form 990 (2012) **Kentuckians for the Commonwealth,**
Part VIII Statement of Revenue

Check if Schedule O contains a response to any question in this Part VIII.

		(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514
Contributions, Gifts, Grants and Other Similar Amounts	1a Federated campaigns	1a			
	b Membership dues	1b			
	c Fundraising events	1c			
	d Related organizations	1d			
	e Government grants (contributions)	1e			
	f All other contributions, gifts, grants, and similar amounts not included above	1f	93,757		
	g Noncash contributions included in lines 1a-1f: \$				
h Total. Add lines 1a-1f		93,757			
Program Service Revenue	2a Membership Dues	Busn. Code			
	b		48,845	48,845	
	c				
	d				
	e				
	f All other program service revenue				
	g Total. Add lines 2a-2f		48,845		
3 Investment income (including dividends, interest, and other similar amounts)		4,115	4,115		
4 Income from investment of tax-exempt bond proceeds					
5 Royalties					
Other Revenue	6a Gross rents	(i) Real	(ii) Personal		
	b Less: rental exps.				
	c Rental inc. or (loss)				
	d Net rental income or (loss)				
	7a Gross amount from sales of assets other than inventory	(i) Securities	(ii) Other		
	b Less: cost or other basis & sales exps.				
	c Gain or (loss)				
	d Net gain or (loss)				
	8a Gross income from fundraising events (not including \$ of contributions reported on line 1c). See Part IV, line 18	a			
	b Less: direct expenses	b			
c Net income or (loss) from fundraising events		14,841	14,841		
9a Gross income from gaming activities. See Part IV, line 19	a				
b Less: direct expenses	b	463			
c Net income or (loss) from gaming activities		463			
10a Gross sales of inventory, less returns and allowances	a				
b Less: cost of goods sold	b	8,071			
c Net income or (loss) from sales of inventory		8,071		463	
Miscellaneous Revenue	11a Miscellaneous	Busn. Code			
	b		155	155	
	c				
	d All other revenue				
	e Total. Add lines 11a-11d		155		
12 Total revenue. See instructions.		170,247	67,956	0	8,534

Form 990 (2012) **Kentuckians for the Commonwealth,**
Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A).
 Check if Schedule O contains a response to any question in this Part IX

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.

	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the U.S. See Part IV, line 21	28,292	28,292		
2 Grants and other assistance to individuals in the U.S. See Part IV, line 22				
3 Grants and other assistance to governments, organizations, and individuals outside the U.S. See Part IV, lines 15 and 16				
4 Benefits paid to or for members				
5 Compensation of current officers, directors, trustees, and key employees				
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
7 Other salaries and wages	42,293	32,241	1,005	9,047
8 Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions)				
9 Other employee benefits	23,549	18,839	471	4,239
10 Payroll taxes	5,642	4,514	113	1,015
11 Fees for services (non-employees):				
a Management				
b Legal				
c Accounting				
d Lobbying				
e Professional fundraising services. See Part IV, line 17				
f Investment management fees				
g Other. (If line 11g amount exceeds 10% of line 25, column (A) amount, list line 11g expenses on Schedule O.)				
12 Advertising and promotion	28,647	28,647		
13 Office expenses	31,057	24,846	621	5,590
14 Information technology				
15 Royalties				
16 Occupancy				
17 Travel	5,659	4,527	113	1,019
18 Payments of travel or entertainment expenses for any federal, state, or local public officials	6,089	5,480		609
19 Conferences, conventions, and meetings				
20 Interest	1,150	920	23	207
21 Payments to affiliates				
22 Depreciation, depletion, and amortization				
23 Insurance				
24 Other expenses. Itemize expenses not covered above (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O.)	9,798	7,838	196	1,764
a Contractual Services				
b Telephone	19,618	11,629	799	7,190
c Miscellaneous	14,926	11,940	299	2,687
d Education & Training	4,030	3,224	81	725
e All other expenses	800	800		
25 Total functional expenses. Add lines 1 through 24e	635	507	13	115
26 Joint costs. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation. Check here <input type="checkbox"/> if following SOP 98-2 (ASC 958-720)	222,185	184,244	3,734	34,207

DAA

Form 990 (2012) **Kentuckians for the Commonwealth,**
Part X Balance Sheet

Check if Schedule O contains a response to any question in this Part X

		(A) Beginning of year		(B) End of year
Assets	1 Cash—non-interest bearing		1	
	2 Savings and temporary cash investments	264,702	2	362,018
	3 Pledges and grants receivable, net	150,000	3	
	4 Accounts receivable, net		4	
	5 Loans and other receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L		5	
	6 Loans and other receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instructions). Complete Part II of Schedule L			
	7 Notes and loans receivable, net		6	
	8 Inventories for sale or use		7	
	9 Prepaid expenses and deferred charges		8	
	10a Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D	25,150	9	
	10b Less: accumulated depreciation			
	11 Investments—publicly traded securities		10c	
	12 Investments—other securities. See Part IV, line 11	73,209	11	73,118
	13 Investments—program-related. See Part IV, line 11		12	
	14 Intangible assets		13	
	15 Other assets. See Part IV, line 11		14	
16 Total assets. Add lines 1 through 15 (must equal line 34)	1,800	15	1,600	
Liabilities	17 Accounts payable and accrued expenses	514,861	16	436,736
	18 Grants payable	6,903	17	13,022
	19 Deferred revenue		18	
	20 Tax-exempt bond liabilities		19	
	21 Escrow or custodial account liability. Complete Part IV of Schedule D		20	
	22 Loans and other payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L		21	
	23 Secured mortgages and notes payable to unrelated third parties		22	
	24 Unsecured notes and loans payable to unrelated third parties	67,310	23	64,567
	25 Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D		24	
	26 Total liabilities. Add lines 17 through 25	35,609	25	16,894
Net Assets or Fund Balances	27 Organizations that follow SFAS 117 (ASC 958), check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.	109,822	26	94,483
	28 Unrestricted net assets			
	29 Temporarily restricted net assets	405,039	27	342,253
	30 Permanently restricted net assets		28	
	31 Organizations that do not follow SFAS 117 (ASC 958), check here <input type="checkbox"/> and complete lines 30 through 34.		29	
	32 Capital stock or trust principal, or current funds			
	33 Paid-in or capital surplus, or land, building, or equipment fund		30	
	34 Retained earnings, endowment, accumulated income, or other funds		31	
35 Total net assets or fund balances	405,039	32	342,253	
36 Total liabilities and net assets/fund balances	514,861	33	436,736	
		34		

Form 990 (2012) **Kentuckians for the Commonwealth,** [REDACTED]

Part XI Reconciliation of Net Assets

Check if Schedule O contains a response to any question in this Part XI

1	Total revenue (must equal Part VIII, column (A), line 12)	1	170,247
2	Total expenses (must equal Part IX, column (A), line 25)	2	222,185
3	Revenue less expenses. Subtract line 2 from line 1	3	-51,938
4	Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A))	4	405,039
5	Net unrealized gains (losses) on investments	5	12,392
6	Donated services and use of facilities	6	
7	Investment expenses	7	
8	Prior period adjustments	8	
9	Other changes in net assets or fund balances (explain in Schedule O)	9	-23,240
10	Net assets or fund balances at end of year. Combine lines 3 through 9 (must equal Part X, line 33, column (B))	10	342,253

Part XII Financial Statements and Reporting

Check if Schedule O contains a response to any question in this Part XII

1 Accounting method used to prepare the Form 990: Cash Accrual Other
 If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O.

2a Were the organization's financial statements compiled or reviewed by an independent accountant?
 If "Yes," check a box below to indicate whether the financial statements for the year were compiled or reviewed on a separate basis, consolidated basis, or both:
 Separate basis Consolidated basis Both consolidated and separate basis

b Were the organization's financial statements audited by an independent accountant?
 If "Yes," check a box below to indicate whether the financial statements for the year were audited on a separate basis, consolidated basis, or both:
 Separate basis Consolidated basis Both consolidated and separate basis

c If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant? If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.

3a As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?

b If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits

	Yes	No
2a		X
2b	X	
2c	X	
3a		X
3b		

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

Department of the Treasury
Internal Revenue Service

Schedule of Contributors

▶ Attach to Form 990, Form 990-EZ, or Form 990-PF.

OMB No. 1545-0047

2012

Name of the organization
**Kentuckians for the Commonwealth,
Inc.**

Employer identification number
[REDACTED]

Organization type (check one):

Filers of:

Section:

Form 990 or 990-EZ

501(c)(**4**) (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 boxes for both the General Rule and a Special Rule. See instructions.

General Rule

For an organization 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 990-EZ that met the 33¹/₃ % support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h, or (ii) Form 990-EZ, line 1. Complete Parts I and II.

For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions 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 990-EZ that received from any one contributor, during the year, contributions for use exclusively for religious, charitable, etc., purposes, but these contributions did not total 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. An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2 of its Form 990; or check the box on line H of its Form 990-EZ or on Part I, line 2 of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

For Paperwork Reduction Act Notice, see the Instructions for Form 990, 990-EZ, or 990-PF.

Schedule B (Form 990, 990-EZ, or 990-PF) (2012)

Name of organization

Kentuckians for the Commonwealth,

Part I Contributors (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	Wendell & Tanya Berry PO Box 1 Port Royal KY 40058-0001	\$ 6,000	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
2	Susie Tompkins Buell PO Box 29921 San Francisco CA 94129-0921	\$ 10,000	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

**SCHEDULE C
(Form 990 or 990-EZ)**

Political Campaign and Lobbying Activities

OMB No. 1545-0047

2012

Open to Public Inspection

Department of the Treasury
Internal Revenue Service

For Organizations Exempt From Income Tax Under section 501(c) and section 527
 ▶ **Complete if the organization is described below.** ▶ **Attach to Form 990 or Form 990-EZ.**
 ▶ **See separate instructions.**

- If the organization answered "Yes," to Form 990, Part IV, line 3, or Form 990-EZ, Part V, line 46 (Political Campaign Activities), then**
- Section 501(c)(3) organizations: Complete Parts I-A and B. Do not complete Part I-C.
 - Section 501(c) (other than section 501(c)(3)) organizations: Complete Parts I-A and C below. Do not complete Part I-B.
 - Section 527 organizations: Complete Part I-A only.

- If the organization answered "Yes," to Form 990, Part IV, line 4, or Form 990-EZ, Part VI, line 47 (Lobbying Activities), then**
- Section 501(c)(3) organizations that have filed Form 5768 (election under section 501(h)): Complete Part II-A. Do not complete Part II-B.
 - Section 501(c)(3) organizations that have NOT filed Form 5768 (election under section 501(h)): Complete Part II-B. Do not complete Part II-A.

- If the organization answered "Yes," to Form 990, Part IV, line 5 (Proxy Tax) or Form 990-EZ, Part V, line 35c (Proxy Tax), then**
- Section 501(c)(4), (5), or (6) organizations: Complete Part III.

Name of organization **Kentuckians for the Commonwealth, Inc.** Number

Part I-A Complete if the organization is exempt under section 501(c) or is a section 527 organization.

- 1 Provide a description of the organization's direct and indirect political campaign activities in Part IV.
- 2 Political expenditures ▶ \$ 67,535
- 3 Volunteer hours ▶ \$ 50

Part I-B Complete if the organization is exempt under section 501(c)(3).

- 1 Enter the amount of any excise tax incurred by the organization under section 4955 ▶ \$
- 2 Enter the amount of any excise tax incurred by organization managers under section 4955 ▶ \$
- 3 If the organization incurred a section 4955 tax, did it file Form 4720 for this year? Yes No
- 4a Was a correction made? Yes No
- 4b If "Yes," describe in Part IV.

Part I-C Complete if the organization is exempt under section 501(c), except section 501(c)(3).

- 1 Enter the amount directly expended by the filing organization for section 527 exempt function activities ▶ \$
- 2 Enter the amount of the filing organization's funds contributed to other organizations for section 527 exempt function activities ▶ \$ 7,967
- 3 Total exempt function expenditures. Add lines 1 and 2. Enter here and on Form 1120-POL, line 17b ▶ \$ 20,325
- 4 Did the filing organization file Form 1120-POL for this year? ▶ \$ 28,292
- 5 Enter the names, addresses and employer identification number (EIN) of all section 527 political organizations to which the filing organization made payments. For each organization listed, enter the amount paid from the filing organization's funds. Also enter the amount of political contributions received that were promptly and directly delivered to a separate political organization, such as a separate segregated fund or a political action committee (PAC). If additional space is needed, provide information in Part IV. Yes No

(a) Name	(b) Address	(c) EIN	(d) Amount paid from filing organization's funds. If none, enter -0-	(e) Amount of political contributions received and promptly and directly delivered to a separate political organization. If none, enter -0-
(1) New Power PAC PO Box 1450	London KY 40743	27-3437896	28,292	
(2)				
(3)				
(4)				
(5)				
(6)				

For Paperwork Reduction Act Notice, see the Instructions for Form 990 or 990-EZ.

Kentuckians for the Commonwealth,

Part II-A Complete if the organization is exempt under section 501(c)(3) and has made a section 501(h) election under section 501(h).

- A Check if the filing organization belongs to an affiliated group (and list in Part IV each affiliated group member's name, address, EIN, expenses, and share of excess lobbying expenditures).
- B Check if the filing organization checked box A and "limited control" provisions apply.

Limits on Lobbying Expenditures
(The term "expenditures" means amounts paid or incurred.)

	(a) Filing organization's totals	(b) Affiliated group totals												
1a Total lobbying expenditures to influence public opinion (grass roots lobbying)														
b Total lobbying expenditures to influence a legislative body (direct lobbying)														
c Total lobbying expenditures (add lines 1a and 1b)														
d Other exempt purpose expenditures														
e Total exempt purpose expenditures (add lines 1c and 1d)														
f Lobbying nontaxable amount. Enter the amount from the following table in both columns.														
<table border="1"> <thead> <tr> <th>If the amount on line 1e, column (a) or (b) is:</th> <th>The lobbying nontaxable amount is:</th> </tr> </thead> <tbody> <tr> <td>Not over \$500,000</td> <td>20% of the amount on line 1e.</td> </tr> <tr> <td>Over \$500,000 but not over \$1,000,000</td> <td>\$100,000 plus 15% of the excess over \$500,000.</td> </tr> <tr> <td>Over \$1,000,000 but not over \$1,500,000</td> <td>\$175,000 plus 10% of the excess over \$1,000,000.</td> </tr> <tr> <td>Over \$1,500,000 but not over \$17,000,000</td> <td>\$225,000 plus 5% of the excess over \$1,500,000.</td> </tr> <tr> <td>Over \$17,000,000</td> <td>\$1,000,000.</td> </tr> </tbody> </table>			If the amount on line 1e, column (a) or (b) is:	The lobbying nontaxable amount is:	Not over \$500,000	20% of the amount on line 1e.	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.
If the amount on line 1e, column (a) or (b) is:	The lobbying nontaxable amount is:													
Not over \$500,000	20% of the amount on line 1e.													
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.													
g Grassroots nontaxable amount (enter 25% of line 1f)														
h Subtract line 1g from line 1a. If zero or less, enter -0-														
i Subtract line 1f from line 1c. If zero or less, enter -0-														
j If there is an amount other than zero on either line 1h or line 1i, did the organization file Form 4720 reporting section 4911 tax for this year?	<input type="checkbox"/> Yes <input type="checkbox"/> No													

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 2a through 2f on page 4.)

Calendar year (or fiscal year beginning in)	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 2009	(b) 2010	(c) 2011	(d) 2012	(e) Total
2a Lobbying nontaxable amount					
b Lobbying ceiling amount (150% of line 2a, column(e))					
c Total lobbying expenditures					
d Grassroots nontaxable amount					
e Grassroots ceiling amount (150% of line 2d, column (e))					
f Grassroots lobbying expenditures					

Part II-B Complete if the organization is exempt under section 501(c)(3) and has NOT filed Form 5768 (election under section 501(h)). **Kentuckians for the Commonwealth,** [REDACTED] Page

For each "Yes," response to lines 1a through 1i below, provide in Part IV a detailed description of the lobbying activity.

	(a)		(b)
	Yes	No	Amount
1 During the year, did the filing organization attempt to influence foreign, national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:			
a Volunteers?			
b Paid staff or management (include compensation in expenses reported on lines 1c through 1i)?			
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 similar means?			
i Other activities?			
j Total. Add lines 1c through 1i			
2a Did the activities in line 1 cause the organization to be not described in section 501(c)(3)?			
b If "Yes," enter the amount of any tax incurred under section 4912			
c If "Yes," enter the amount of any tax incurred by organization managers under section 4912			
d If the filing organization incurred a section 4912 tax, did it file Form 4720 for this year?			

Part III-A Complete if the organization is exempt under section 501(c)(4), section 501(c)(5), or section 501(c)(6).

	Yes	No
1 Were substantially all (90% or more) dues received nondeductible by members?		
2 Did the organization make only in-house lobbying expenditures of \$2,000 or less?		
3 Did the organization agree to carry over lobbying and political expenditures from the prior year?		

Part III-B Complete if the organization is exempt under section 501(c)(4), section 501(c)(5), or section 501(c)(6) and if either (a) BOTH Part III-A, lines 1 and 2, are answered "No," OR (b) if Part III-A, line 3, is answered "Yes."

1 Dues, assessments and similar amounts from members	1	
2 Section 162(e) nondeductible lobbying and political expenditures (do not include amounts of political expenses for which the section 527(f) tax was paid).		
a Current year		
b Carryover from last year		
c Total	2a	
3 Aggregate amount reported in section 6033(e)(1)(A) notices of nondeductible section 162(e) dues	2b	
4 If notices were sent and the amount on line 2c exceeds the amount on line 3, what portion of the excess does the organization agree to carryover to the reasonable estimate of nondeductible lobbying and political expenditure next year?	2c	
5 Taxable amount of lobbying and political expenditures (see instructions)	3	
	4	
	5	

Part IV Supplemental Information

Complete this part to provide the descriptions required for Part I-A, line 1; Part I-B, line 4; Part I-C, line 5; Part II-A (affiliated group list); Part II-A, line 2; and Part II-B, line 1. Also, complete this part for any additional information.

Schedule C, Part IV, Additional Information

Kentuckians for the Commonwealth (KFTC) provided cash and in kind contributions to New Power PAC. New Power PAC attempted to influence a state-wide election.



Part IV Supplemental Information (continued)

Area with horizontal dotted lines for supplemental information.

SCHEDULE D (Form 990)

Department of the Treasury Internal Revenue Service

Supplemental Financial Statements

Complete if the organization answered "Yes," to Form 990, Part IV, line 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b. Attach to Form 990. See separate instructions.

OMB No. 1545-0047

2012

Open to Public Inspection

Name of the organization

Kentuckians for the Commonwealth, Inc.

Employer identification number



Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts. Complete if the organization answered "Yes" to Form 990, Part IV, line 6.

Table with 2 columns: (a) Donor advised funds, (b) Funds and other accounts. Rows include: 1 Total number at end of year, 2 Aggregate contributions to (during year), 3 Aggregate grants from (during year), 4 Aggregate value at end of year, 5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control?, 6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds can be used only for charitable purposes and not for the benefit of the donor or donor advisor, or for any other purpose conferring impermissible private benefit?

Part II Conservation Easements. Complete if the organization answered "Yes" to Form 990, Part IV, line 7.

- 1 Purpose(s) of conservation easements held by the organization (check all that apply). Preservation of land for public use (e.g., recreation or education), Protection of natural habitat, Preservation of open space, Preservation of an historically important land area, Preservation of a certified historic structure.
2 Complete lines 2a through 2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year.
a Total number of conservation easements
b Total acreage restricted by conservation easements
c Number of conservation easements on a certified historic structure included in (a)
d Number of conservation easements included in (c) acquired after 8/17/06, and not on a historic structure listed in the National Register
3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the tax year
4 Number of states where property subject to conservation easement is located
5 Does the organization have a written policy regarding the periodic monitoring, inspection, handling of violations, and enforcement of the conservation easements it holds?
6 Staff and volunteer hours devoted to monitoring, inspecting, and enforcing conservation easements during the year
7 Amount of expenses incurred in monitoring, inspecting, and enforcing conservation easements during the year
8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)?
9 In Part XIII, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements.

Table with 2 columns: Held at the End of the Tax Year. Rows: 2a, 2b, 2c, 2d

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets. Complete if the organization answered "Yes" to Form 990, Part IV, line 8.

- 1a If the organization elected, as permitted under SFAS 116 (ASC 958), not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIII, the text of the footnote to its financial statements that describes these items.
b If the organization elected, as permitted under SFAS 116 (ASC 958), to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items:
(I) Revenues included in Form 990, Part VIII, line 1
(II) Assets included in Form 990, Part X
2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 (ASC 958) relating to these items:
a Revenues included in Form 990, Part VIII, line 1
b Assets included in Form 990, Part X

Schedule D (Form 990) 2012 **Kentuckians for the Commonwealth, [REDACTED]** Page 2
Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)

3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply):

- a Public exhibition
- b Scholarly research
- c Preservation for future generations
- d Loan or exchange programs
- e Other

4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIII.

5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection? Yes No

Part IV Escrow and Custodial Arrangements. Complete if the organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X? Yes No

b If "Yes," explain the arrangement in Part XIII and complete the following table: Yes No

- c Beginning balance
- d Additions during the year
- e Distributions during the year
- f Ending balance

	Amount
1c	
1d	
1e	
1f	

2a Did the organization include an amount on Form 990, Part X, line 21? Yes No

b If "Yes," explain the arrangement in Part XIII. Check here if the explanation has been provided in Part XIII Yes No

Part V Endowment Funds. Complete if the organization answered "Yes" to Form 990, Part IV, line 10.

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance	76,251	89,651	95,246	73,653	
b Contributions					
c Net investment earnings, gains, and losses	7,996	-8,824	6,208	23,608	
d Grants or scholarships					
e Other expenditures for facilities and programs					
f Administrative expenses	1,150	1,873	16,828	2,015	
g End of year balance	80,421	76,251	89,651	95,246	

2 Provide the estimated percentage of the current year end balance (line 1g, column (a)) held as:

- a Board designated or quasi-endowment **100.00** %
- b Permanent endowment %
- c Temporarily restricted endowment %

The percentages in lines 2a, 2b, and 2c should equal 100%.

3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:

- (i) unrelated organizations
- (ii) related organizations

	Yes	No
3a(i)		X
3a(ii)		X
3b		

b If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R?

4 Describe in Part XIII the intended uses of the organization's endowment funds.

Part VI Land, Buildings, and Equipment. See Form 990, Part X, line 10.

Description of property	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
1a Land				
b Buildings				
c Leasehold improvements				
d Equipment				
e Other				
Total. Add lines 1a through 1e. (Column (d) must equal Form 990, Part X, column (B), line 10(c).)				

Schedule D (Form 990) 2012 **Kentuckians for the Commonwealth,**
Part VII Investments—Other Securities. See Form 990, Part X, line 12.

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1) Financial derivatives		
(2) Closely-held equity interests		
(3) Other		
(A)		
(B)		
(C)		
(D)		
(E)		
(F)		
(G)		
(H)		
(I)		
Total. (Column (b) must equal Form 990, Part X, col. (B) line 12.)		

Part VIII Investments—Program Related. See Form 990, Part X, line 13.

(a) Description of investment type	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1)		
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		
Total. (Column (b) must equal Form 990, Part X, col. (B) line 13.)		

Part IX Other Assets. See Form 990, Part X, line 15.

(a) Description	(b) Book value
(1)	
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	
Total. (Column (b) must equal Form 990, Part X, col. (B) line 15.)	

Part X Other Liabilities. See Form 990, Part X, line 25.

1. (a) Description of liability	(b) Book value
(1) Federal income taxes	
(2) Due to other funds	
(3) Due to Helicopter Fund	16,419
(4) Interest Payable	246
(5)	229
(6)	
(7)	
(8)	
(9)	
(10)	
(11)	
Total. (Column (b) must equal Form 990, Part X, col. (B) line 25.)	16,894

2. FIN 48 (ASC 740) Footnote. In Part XIII, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48 (ASC 740). Check here if the text of the footnote has been provided in Part XIII

Schedule D (Form 990) 2012 **Kentuckians for the Commonwealth,** [REDACTED]

Part XI Reconciliation of Revenue per Audited Financial Statements With Revenue per Return

1 Total revenue, gains, and other support per audited financial statements		1	159,399
2 Amounts included on line 1 but not on Form 990, Part VIII, line 12:			
a	Net unrealized gains on investments		
b	Donated services and use of facilities	2a	12,392
c	Recoveries of prior year grants	2b	
d	Other (Describe in Part XIII.)	2c	
e	Add lines 2a through 2d	2d	
3	Subtract line 2e from line 1	2e	12,392
4 Amounts included on Form 990, Part VIII, line 12, but not on line 1:		3	147,007
a	Investment expenses not included on Form 990, Part VIII, line 7b		
b	Other (Describe in Part XIII.)	4a	
c	Add lines 4a and 4b	4b	23,240
5	Total revenue. Add lines 3 and 4c. (This must equal Form 990, Part I, line 12.)	4c	23,240
		5	170,247

Part XII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

1 Total expenses and losses per audited financial statements		1	222,185
2 Amounts included on line 1 but not on Form 990, Part IX, line 25:			
a	Donated services and use of facilities		
b	Prior year adjustments	2a	
c	Other losses	2b	
d	Other (Describe in Part XIII.)	2c	
e	Add lines 2a through 2d	2d	
3	Subtract line 2e from line 1	2e	
4 Amounts included on Form 990, Part IX, line 25, but not on line 1:		3	222,185
a	Investment expenses not included on Form 990, Part VIII, line 7b		
b	Other (Describe in Part XIII.)	4a	
c	Add lines 4a and 4b	4b	
5	Total expenses. Add lines 3 and 4c. (This must equal Form 990, Part I, line 18.)	4c	
		5	222,185

Part XIII Supplemental Information

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X, line 2; Part XI, lines 2d and 4b; and Part XII, lines 2d and 4b. Also complete this part to provide any additional information.

Part XI, Line 4b - Revenue Amounts Included on Return - Other

Adjustment to realized gain on investments \$ 23,240

Schedule D (Form 990) 2012 **Kentuckians for the Commonwealth,**
Part XIII Supplemental Information (continued)



Area with horizontal dotted lines for supplemental information.

**SCHEDULE I
(Form 990)**

Department of the Treasury
Internal Revenue Service

**Grants and Other Assistance to Organizations,
Governments, and Individuals in the United States**

Complete if the organization answered "Yes" to Form 990, Part IV, line 21 or 22.
▶ Attach to Form 990.

OMB No. 1545-0047

2012

Open to Public Inspection

Name of the organization

**Kentuckians for the Commonwealth,
Inc.**

Part I General Information on Grants and Assistance

- 1 Does the organization maintain records to substantiate the amount of the grants or assistance, the grantees' eligibility for the grants or assistance, and the selection criteria used to award the grants or assistance?
2 Describe in Part IV the organization's procedures for monitoring the use of grant funds in the United States.

Yes No

Part II Grants and Other Assistance to Governments and Organizations in the United States. Complete if the organization answered "Yes" to Form 990, Part IV, line 21, for any recipient that received more than \$5,000. Part II can be duplicated if additional space is needed.

(1) Name and address of organization or government	(b) EIN	(c) IRC Section if applicable	(d) Amount of cash grant	(e) Amount of non-cash assistance	(f) Method of valuation (book, FMV, appraisal, other)	(g) Description of non-cash assistance	(h) Purpose of grant or assistance
(1) New Power PAC PO Box 1450 London KY 40743	27-3437896	527	20,325	7,967	FMV	office expenses	Political Activity
(2)							
(3)							
(4)							
(5)							
(6)							
(7)							
(8)							
(9)							

- 2 Enter total number of section 501(c)(3) and government organizations listed in the line 1 table
3 Enter total number of other organizations listed in the line 1 table

▶ 0
▶ 1

For Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule I (Form 990) (2012) **Kentuckians for the Commonwealth**, [REDACTED] Page **2**
Part III Grants and Other Assistance to Individuals in the United States. Complete if the organization answered "Yes" to Form 990, Part IV, line 22.
 Part III can be duplicated if additional space is needed.

(a) Type of grant or assistance	(b) Number of recipients	(c) Amount of cash grant	(d) Amount of non-cash assistance	(e) Method of valuation (book, FMV, appraisal, other)	(f) Description of non-cash assistance
1					
2					
3					
4					
5					
6					
7					

Part IV Supplemental Information. Complete this part to provide the information required in Part I, line 2, Part III, column (b), and any other additional information.

Part I, Line 2 - Procedures for Monitoring the Use of Grant Funds
 The members of the Steering Committee of Kentuckians for the Commonwealth
 also oversee New Power PAC to ensure appropriate use of funds provided and
 compliance with applicable laws.

SCHEDULE O
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Name of the organization

Supplemental Information to Form 990 or 990-EZ

Complete to provide information for responses to specific questions on
Form 990 or 990-EZ or to provide any additional information.
▶ Attach to Form 990 or 990-EZ.

OMB No. 1545-0047

2012

Open to Public
Inspection

Kentuckians for the Commonwealth,
Inc.

Form 990, Part III, Line 4d - All Other Accomplishment

Other expenses to further the organizations mission.

Form 990, Part VI, Line 6 - Classes of Members or Stockholders

Yes, Kentuckians for the Commonwealth has members.

Form 990, Part VI, Line 7a - Election of Members and Their Rights

The Governing Body (Steering Committee) is elected by KFTC members.

Chapters elect a representative to the governing body. At the Annual

Meeting, the membership elects the officers that comprise the Executive
Committee.

Form 990, Part VI, Line 11b - Organization's Process to Review Form 990

A copy of the the 990 and audit report is provided to the Finance Committee
and Steering Committee (governing body) before filing.

Form 990, Part VI, Line 12c - Enforcement of Conflicts Policy

KFTC's general policies include an anti-nepotism statement. The "Statement
of Individual Steering Committee Member's Responsibilities" includes a
conflict of interest section. These policies are monitored and enforced by
the governing body.

Form 990, Part VI, Line 15a - Compensation Process for Top Official

Compensation scale was created based upon research including how other
similar organizations approach compensation. Each year all employees

Name of the organization

Kentuckians for the Commonwealth,

Employer identification number

receive a cost of living allowance. When resources are available, each year employees receive a raise based on accruing an additional year of experience. The salary scale was created and approved by the governing body in 2005. It has been adjusted each year for inflation. It was most recently reviewed in 2011 by the Finance Committee and the Steering Committee.

Form 990, Part VI, Line 15b - Compensation Process for Officers

Compensation scale was created based upon research including how other similar organizations approach compensation. Each year all employees receive a cost of living allowance. When resources are available, each year employees receive a raise based on accruing an additional year of experience. The salary scale was created and approved by the governing body in 2005. It has been adjusted each year for inflation. It was most recently reviewed in 2011 by the Finance Committee and the Steering Committee.

Form 990, Part VI, Line 19 - Governing Documents Disclosure Explanation

KFTC's governing documents & financial statements are available to the public. To obtain, one must make a request in writing to our main office at P.O. Box 1450 London, KY 40743. We may require for copying and postage.

Form 990, Part XI, Line 9 - Reconciliation of Changes - Other

Adjustment to realized gain on investments	\$ -23,240
--	------------

Form 990, Part XI, Line 9 - Other Changes in Net Assets Explanation

Schedule O (Form 990 or 990-EZ) (2012)

Name of the organization

Kentuckians for the Commonwealth,

Employer identification number

A difference of \$23,240 is due to an audit/tax difference on stock basis in a realized sale.

**SCHEDULE R
(Form 990)**

Department of the Treasury
Internal Revenue Service

Related Organizations and Unrelated Partnerships

Complete if the organization answered "Yes" to Form 990, Part IV, line 33, 34, 35, 36, or 37.

▶ Attach to Form 990.

▶ See separate instructions.

OMB No. 1545-0047

2012

Open to Public Inspection

Name of the organization

**Kentuckians for the Commonwealth,
Inc.**

Part I Identification of Disregarded Entities (Complete if the organization answered "Yes" to Form 990, Part IV, line 33.)

(1)	(a) Name, address, and EIN (if applicable) of disregarded entity	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Total income	(e) End-of-year assets	(f) Direct controlling entity
(1)						
(2)						
(3)						
(4)						
(5)						

Part II Identification of Related Tax-Exempt Organizations (Complete if the organization answered "Yes" to Form 990, Part IV, line 34 because it had one or more related tax-exempt organizations during the tax year.)

(1)	(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Exempt Code section	(e) Public charity status (if section 501(c)(3))	(f) Direct controlling entity	(g) Section 512(b)(13) controlled entity?	
							Yes	No
(1)	Kentucky Coalition, Inc P O Box 1450 London KY 40743 31-1113237	Leadership	KY	501C3	11b	N/A		X
(2)								
(3)								
(4)								
(5)								

For Paperwork Reduction Act Notice, see the Instructions for Form 990.
DAA

Schedule R (Form 990) 2012 **Kentuckians for the Commonwealth**, [REDACTED] Page
Part III Identification of Related Organizations Taxable as a Partnership (Complete if the organization answered "Yes" to Form 990, Part IV, line 34 because it had one or more related organizations treated as a partnership during the tax year.)

(1)	(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Predominant income (related, unrelated, excluded from tax under sections 512-514)	(f) Share of total income	(g) Share of end-of-year assets	(h) Disproportionate alloc.?		(i) Code V—UBI amount in box 20 of Schedule K-1 (Form 1065)	(j) General or managing partner?		(k) Percentage ownership
								Yes	No		Yes	No	
(1)													
(2)													
(3)													
(4)													

Part IV Identification of Related Organizations Taxable as a Corporation or Trust (Complete if the organization answered "Yes" to Form 990, Part IV, line 34 because it had one or more related organizations treated as a corporation or trust during the tax year.)

(1)	(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Type of entity (C corp, S corp, or trust)	(f) Share of total income	(g) Share of end-of-year assets	(h) Percentage ownership	(i) Section 512(b)(13) controlled entity?	
									Yes	No
(1)										
(2)										
(3)										
(4)										

DAA

Part V Transactions With Related Organizations (Complete if the organization answered "Yes" to Form 990, Part IV, line 34, 35b, or 36.)

Note. Complete line 1 if any entity is listed in Parts II, III, or IV of this schedule.

1 During the tax year, did the organization engage in any of the following transactions with one or more related organizations listed in Parts II-IV?

	Yes	No
a Receipt of (i) interest (ii) annuities (iii) royalties or (iv) rent from a controlled entity		X
b Gift, grant, or capital contribution to related organization(s)		X
c Gift, grant, or capital contribution from related organization(s)		X
d Loans or loan guarantees to or for related organization(s)		X
e Loans or loan guarantees by related organization(s)		X
f Dividends from related organization(s)		
g Sale of assets to related organization(s)		X
h Purchase of assets from related organization(s)		X
i Exchange of assets with related organization(s)		X
j Lease of facilities, equipment, or other assets to related organization(s)		X
k Lease of facilities, equipment, or other assets from related organization(s)		X
l Performance of services or membership or fundraising solicitations for related organization(s)		X
m Performance of services or membership or fundraising solicitations by related organization(s)		X
n Sharing of facilities, equipment, mailing lists, or other assets with related organization(s)		X
o Sharing of paid employees with related organization(s)	X	
p Reimbursement paid to related organization(s) for expenses	X	
q Reimbursement paid by related organization(s) for expenses	X	
r Other transfer of cash or property to related organization(s)		X
s Other transfer of cash or property from related organization(s)		X
2 If the answer to any of the above is "Yes," see the instructions for information on who must complete this line, including covered relationships and transaction thresholds.		X

(a) Name of other organization	(b) Transaction type (a-s)	(c) Amount involved	(d) Method of determining amount involved
(1) Kentucky Coalition, Inc.	n	6,785	Reimbursement
(2) Kentucky Coalition, Inc.	p	6,785	Reimbursement
(3) Kentucky Coalition, Inc.	o	994,849	Wages paid
(4)			
(5)			
(6)			

Part VI Unrelated Organizations Taxable as a Partnership (Complete if the organization answered "Yes" to Form 990, Part IV, line 37.)

Provide the following information for each entity taxed as a partnership through which the organization conducted more than five percent of its activities (measured by total assets or gross revenue) that was not a related organization. See instructions regarding exclusion for certain investment partnerships.

(1)	(a) Name, address, and EIN of entity	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Predominant income (related, unrelated, excluded from tax under section 512-514)	(e) Are all partners section 501(c)(3) organizations?		(f) Share of total income	(g) Share of end-of-year assets	(h) Disproportionate allocations?		(i) Code V—UBI amount in box 20 of Schedule K-1 (Form 1065)	(j) General or managing partner?		(k) Percentage ownership
					Yes	No			Yes	No		Yes	No	
(1)														
(2)														
(3)														
(4)														
(5)														
(6)														
(7)														
(8)														
(9)														
(10)														
(11)														

Forms 990 / 990-PF	Mortgages and Other Notes Payable	2012
For calendar year 2012, or tax year beginning _____, and ending _____		

Name Kentuckians for the Commonwealth, Inc.	Employer Identification Number <div style="background-color: black; width: 100px; height: 20px;"></div>
---	--

Form 990, Part X, Line 23 - Additional Information

Name of lender	Relationship to disqualified person
(1) Adrian Dominican Sisters	
(2) Sisters of Loretto	
(3) Adrian Dominican Sisters	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	

Original amount borrowed	Date of loan	Maturity date	Repayment terms	Interest rate
(1) 50,000	06/15/07	06/15/12		3.000
(2) 15,000	10/01/00	10/01/10		2.000
(3) 50,000	11/15/12	11/15/17		2.500
(4)				
(5)				
(6)				
(7)				
(8)				
(9)				
(10)				

Security provided by borrower	Purpose of loan
(1) Unsecured	Invest Proceeds
(2) Unsecured	Invest Proceeds
(3) Office building	Invest Proceeds
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	

Consideration furnished by lender	Balance due at beginning of year	Balance due at end of year
(1)	50,000	
(2)	17,310	14,567
(3)		50,000
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		
Totals	67,310	64,567

Federal Statements

Form 990, Part IX, Line 24e - All Other Expenses

Description	Total Expenses	Program Service	Management & General	Fund Raising
Utilities	\$ 581	\$ 464	\$ 12	\$ 105
Repairs	54	43	1	10
Total	\$ 635	\$ 507	\$ 13	\$ 115

Kentucky Coalition (Kentuckians For The Commonwealth)

2014 Operating Budget Analysis

Through 7/31/14 59% of fiscal year

For Internal Management Purposes Only

	Monthly Budgets thru 7/31/14	Actual thru 7/31/14	Variance in \$'s	% Actual to Budget for July	2014 Annual Budget	% Actual to Annual Budget
Income						
Grants	916,500	766,500	-150,000	84	1,498,843	51
Carryover: GRF (KFTC)	322,297	322,297	0	100	322,297	100
Grassroots (2014)	237,681	143,671	-94,010	60	500,000	29
Self-Generated	6,443	3,239	-3,204	50	10,000	32
Endowment Transfer	0	60,000	60,000	-	39,560	152
Total	\$1,482,921	\$1,295,706	\$187,215	87%	\$2,370,700	55%
Expenses						
Payroll	749,490	675,176	-74,314	90	1,294,000	52
Employee Benefits	254,800	231,833	-22,967	91	397,700	58
Contracted Services	78,008	52,317	-25,691	67	126,000	42
Media & Comm.	22,597	4,172	-18,425	18	75,000	6
Insurance	6,293	9,510	3,217	151	14,000	68
Rent and Utilities	45,880	41,155	-4,725	90	71,500	58
Equipment	15,512	4,316	-11,196	28	25,000	17
Maintenance	1,256	406	-850	32	2,000	20
Telephone	19,959	16,566	-3,393	83	42,000	39
Supplies	10,916	8,010	-2,906	73	21,000	38
Postage & Shipping	22,533	23,376	843	104	40,000	58
Printing & Copying	28,994	27,091	-1,903	93	52,000	52
Meetings/Workshops	20,000	14,652	-5,348	73	60,000	24
Education/Research	3,911	7,382	3,471	189	7,500	98
Travel	74,618	61,476	-13,142	82	131,000	47
Miscellaneous	6,117	6,596	479	108	10,000	66
Total	\$1,360,884	\$1,184,036	\$176,848	87%	\$2,368,700	50%
Surplus (Deficit)	\$122,037	\$111,670	-\$10,367		2,000	

Embedded Organizers (KFTC "hosting" these but income & expenses not reflected above because aren't part of our Program):

Alliance Coordinator

Expenses thru current month: 19,989 Income: reimbursed to KFTC 16,631

Telephone: Under budget. We've just had lower expenses than anticipated. It's not a factor of not doing something we'd planned to do. This will likely pick up with voter empowerment and fall fundraising phone banks.

Supplies: Under budget. We've just had lower expenses than anticipated. It's not a factor of not doing something we'd planned to do.

Postage & Shipping: On target

Printing & Copying: Slightly under budget. We're about where we thought we'd be for this point in the year.

Meetings & Workshops: Under budget. We've had fewer voter empowerment trainings than we expected in the first half of the year.

Education & Research: Over budget. I need to research this line with Robin. It's over budget because we've paid numerous conference registration fees (for conferences and workshops we've sent leaders and staff too). I need to make sure those don't need coded to meetings and workshops instead.

Travel: Under budget. Just tracking below what we anticipated. I expect this line to pick up with Annual Meeting travel; we sent 11 folks to California to a conference; we're sending a delegation to DC and a delegation to New York for various events.

Miscellaneous: Slightly over budget.

Special Note:

In October 2008, Kentucky Coalition / KFTC entered into a special arrangement with the Alliance for Appalachia whereby the Alliance embedded an organizer within KFTC's staff. KC is the fiscal agent for the Alliance and so their staff coordinator and another employee are on our payroll and benefits. The Alliance reimburses KFTC for her expenses. We will pull these expenses and the corresponding income off the budget analysis so that it doesn't get inflated with a staff person who is not directly connected to our Program of Work. These expenses to date total \$19,989.

KENTUCKIANS FOR THE COMMONWEALTH, INC.**General Information**

Organization Number	0173106
Name	KENTUCKIANS FOR THE COMMONWEALTH, INC.
Profit or Non-Profit	N - Non-profit
Company Type	KCO - Kentucky Corporation
Status	A - Active
Standing	G - Good
State	KY
File Date	12/20/1982
Organization Date	12/20/1982
Last Annual Report	2/6/2015
Principal Office	P. O. BOX 1450 131 N. MILL STREET LONDON, KY 40743
Registered Agent	BURT LAUDERDALE P. O. BOX 1450 131 N. MILL ST. LONDON, KY 40741

Current Officers

Chairman	<u>Dana Beasley Brown</u>
Vice Chairman	<u>Carl Shoupe</u>
Secretary	<u>Elizabeth Sanders</u>
Trustee	<u>Tanya Torp</u>
Trustee	<u>Suzanne Tallichet</u>
Director	<u>Meta Mendel-Reyes</u>
Director	<u>Lee Ann Paynter</u>

