

NATIONAL ASSOCIATION OF WATCH AND CLOCK COLLECTORS, INC.
SUBORDINATE/CHAPTER RESOLUTION

(Insert Chapter Name & Number)

National Association of Watch and Clock Collectors, Inc. (Central Organization)

We agree that we would like to be included in our central organization's group ruling. We also agree that we must adhere to the following as a part of being a subordinate/chapter.

We agree to abide by the policies and principles of our central organization. We agree to follow any Bylaws, Policies, and Handbooks they have. We agree to adhere to their horological and educational purposes.

We agree that we are obtaining 501(c)(7) status even though our central organization is exempt under 501(c)(3). We agree to the following: As a 501(c)(7) your chapter will be recognized by the IRS as a social club organized for pleasure, recreation, and other similar purposes. A chapter will not be recognized as tax exempt if its charter, by laws, or other governing instrument, or any written policy statement provides for discrimination against any person based on race, color, or religion.

No part of the net earnings of the organization shall inure to the benefit of, or be distributable to its members, trustees, officers, or other private persons, except that the organization shall be authorized and empowered to pay reasonable compensation for services rendered and to make payments and distributions in furtherance of the purposes set forth in the purpose clause hereof. No substantial part of the activities of the organization shall be the carrying on of propaganda, or otherwise attempting to influence legislation, and the organization shall not participate in, or intervene in (including the publishing or distribution of statements) any political campaign on behalf of any candidate for public office. Notwithstanding any other provision of this document, the organization shall not carry on any other activities, nor have any other purposes, not permitted to be carried on (a) by an organization exempt from federal income tax under section 501(c)(7) of the Internal Revenue Code, or corresponding section of any future federal tax code. Contributions to the organization are not deductible as charitable contributions for Federal income tax.

Upon the dissolution of the organization, assets shall be distributed for one or more exempt purposes within the meaning of section 501(c)(3) of the Internal Revenue Code, or corresponding section of any future federal tax code, or shall be distributed to the federal government, or to a state or local government, for a public purpose. Any such assets not disposed of shall be disposed of by the Court of Common Pleas of the county in which the principal office of the organization is then located, exclusively for such purposes or to such organization or organizations, as said Court shall determine, which are organized and operated exclusively for such purposes.

Participating subordinates/chapters are requested to report their activities to the Board of Directors of the central organization. There should be an annual report given regarding our activities and financials.

We agree that we are under the general control and supervision of our central organization. We agree not to engage in any activities that are prohibited by the Federal, state or local government laws and regulations.

We agree that if we already have an individual exemption, we are willing to give it up in order to be part of this group ruling. We also understand that if we are already a subordinate of another group ruling, we are willing to give up being a part of that group ruling in order to be part of this group ruling. We understand that if we ever leave the group ruling or it ceases to exist, we will

need to apply for individual exemption and pay the applicable user fee should we wish to be exempt.

We acknowledge acceptance of this policy on behalf of the above named chapter.

Signature of Officer Type or Print Name and Title Date

Signature of Officer Type or Print Name and Title Date

Date Resolution Adopted: _____

I understand that this resolution, as it is submitted is an integral part of a central organization's supporting documents for chapters covered by the NAWCC group exemption and is available for public inspection as required by the IRS and, is signed under penalties of perjury and to the best of my knowledge is true, correct, and complete.

*** This document must be signed by at least 2 officers ***