Form 8718
User Fee for Exempt Organization Determination Letter Request

For IRS Use Only
Control number
Amount paid
User fee screener

1 Name of organization
ALSITE Scholarships, Inc.

Caution: Do not attach Form 8718 to an application for a pension plan determination letter. Use Form 8717 instead.

2 Type of request
a □ Initial request for a determination letter for:
- An exempt organization that has had annual gross receipts averaging not more than $10,000 during the preceding 4 years, or
- A new organization that anticipates gross receipts averaging not more than $10,000 during its first 4 years.

Note: If you checked box 2a, you must complete the Certification below.

Certification
I certify that the annual gross receipts of the name of organization have averaged (or are expected to average) not more than $10,000 during the preceding 4 (or the first 4) years of operation.

Signature ▶ Title ▶

b □ Initial request for a determination letter for:
- An exempt organization that has had annual gross receipts averaging more than $10,000 during the preceding 4 years, or
- A new organization that anticipates gross receipts averaging more than $10,000 during its first 4 years... $465

c □ Group exemption letters... $500

Instructions
The law requires payment of a user fee with each application for a determination letter. The user fees are listed on line 2 above. For more information, see Rev. Proc. 94-8, 1994-1 I.R.B. 176.

Check the box on line 2 for the type of application you are submitting. If you check box 2a, you must complete and sign the certification statement that appears under line 2a.

Attach to Form 8718 a check or money order payable to the Internal Revenue Service for the full amount of the user fee. If you do not include the full amount, your application will be returned. Attach Form 8718 to your determination letter application.

To avoid delays, send the determination letter application and Form 8718 to the applicable IRS address shown below. Use the address below even if a different address appears in another form or publication.

If the organization is in...
Connecticut, Maine, Massachusetts, New Hampshire, New York, Rhode Island, Vermont
Internal Revenue Service
EPIC Division
P. O. Box 1680, GPO
Brooklyn, NY 11202

Delaware, District of Columbia, Maryland, New Jersey, Pennsylvania, Virginia, any U.S. possession or foreign country
Internal Revenue Service
EPIC Division
P. O. Box 77010
Baltimore, MD 21203

Indiana, Kentucky, Michigan, Ohio, West Virginia
Internal Revenue Service
EPIC Division
P. O. Box 3139
Cincinnati, OH 45201

Arizona, Colorado, Kansas, Oklahoma, New Mexico, Texas, Utah, Wyoming
Internal Revenue Service
EPIC Division
Mail Code 4900 DAL
1109 Commerce Street
Dallas, TX 75242

Alabama, Arkansas, Florida, Georgia, Louisiana, Mississippi, North Carolina, South Carolina, Tennessee
Internal Revenue Service
EPIC Division
P.O. Box 941
Atlanta, GA 30301

Alaska, California, Hawaii, Idaho, Nevada, Oregon, Washington
Internal Revenue Service
EO Application
EPIC Division
McCallum Industrial Park
2 Capania Circle
Monterey Park, CA 91754-7406

Illinois, Iowa, Minnesota, Missouri, Montana, Nebraska, North Dakota, South Dakota, Wisconsin
Internal Revenue Service
EPIC Division
230 S. Dearborn
EIN 20-3
Chicago, IL 60604

Harold M. Raynor, Jr.
P.O. BOX 1436
Foley, AL 36530-1436

PAY TO THE ORDER OF INTERNAL REVENUE SERVICE

FOUR HUNDRED SIXTY-FIVE $ 465.00 DOLLARS

Colonial Bank
Foley, Alabama

Cat. No. 647282

Printed on recycled paper

Rev. 4-94


44
Form 872-C

Consent Fixing Period of Limitation Upon
Assessment of Tax Under Section 4940 of the
Internal Revenue Code

(See Instructions on reverse side.)

Under section 6501(c)(4) of the Internal Revenue Code, and as part of a request filed with Form 1023 that the
organization named below be treated as a publicly supported organization under section 170(b)(1)(A)(vi) or section
509(a)(2) during an advance ruling period,

ALSITE Scholarships, Inc.
(Exact legal name of organization as shown in organizing document)

PO Box 850 / 410 E Berry Ave / Foley, AL 36536
(Number, street, city or town, state, and ZIP code)

and the

District Director of Internal Revenue, or
Assistant Commissioner
(Employee Plans and Exempt Organizations)

Consent and agree that the period for assessing tax (imposed under section 4940 of the Code) for any of the 5
tax years in the advance ruling period will extend 8 years, 4 months, and 15 days beyond the end of the first tax
year.

However, if a notice of deficiency in tax for any of these years is sent to the organization before the period
expires, the time for making an assessment will be further extended by the number of days the assessment is
prohibited, plus 60 days.

Ending date of first tax year December 31, 1994
(month, day, and year)

Name of organization (as shown in organizing document) Date

ALSITE Scholarships, Inc. July 15, 1994

Officer or trustee having authority to sign

Signature: [Signature]

Title: Chairman

For IRS use only

District Director or Assistant Commissioner (Employee Plans and Exempt Organizations) Date

By: [Signature]

For Paperwork Reduction Act Notice, see page 1 of the Form 1023 Instructions.
Application for Recognition of Exemption
Under Section 501(c)(3) of the Internal Revenue Code

Read the instructions for each Part carefully.
A User Fee must be attached to this application.

If the required information and appropriate documents are not submitted along with Form 8718 (with payment of the appropriate user fee), the application may be returned to you.

Complete the Procedural Checklist on page 7 of the instructions.

Part I Identification of Applicant

1a Full name of organization (as shown in organizing document)
ALSITE Scholarships, Inc.

1b c/o Name (if applicable)
Harold M. Raynor

1c Address (number, street, and room or suite no.)
PO Box 850 / 410 E Berry Avenue
Foley, AL 36536

1d City or town, state, and ZIP code
Foley, AL 36536

2 Employer identification number
If none, see instructions.
63 : 1115900

3 Name and telephone number of person to be contacted if additional information is needed
Harold M. Raynor
(205) 943-7000

4 Month the annual accounting period ends
December

5 Date incorporated or formed
May 23, 1994

6 Activity codes (See instructions.)
040

7 Check here if applying under section:
a X 501(c)
b X 501(f)
c X 501(h)

8 Did the organization previously apply for recognition of exemption under this Code section or under any other section of the Code?
Yes No

9 If "Yes," attach an explanation.

10 Is the organization required to file Form 990 (or Form 990-EZ)?
Yes No

11 Check the box for the type of organization. BE SURE TO ATTACH A CONFORMED COPY OF THE CORRESPONDING DOCUMENTS TO THE APPLICATION BEFORE MAILING (See Specific Instructions, Part I, Line 11.) Get Pub. 957, Tax-Exempt Status for Your Organization, for examples of organizational documents.

a X Corporation—Attach a copy of the Articles of Incorporation (including amendments and restatements) showing approval by the appropriate state official; also include a copy of the bylaws.

b X Trust—Attach a copy of the Trust Indenture or Agreement, including all appropriate signatures and dates.

c X Association—Attach a copy of the Articles of Association, Constitution, or other creating document, with a declaration (see instructions) or other evidence the organization was formed by more than one person; also include a copy of the bylaws.

I declare under the penalties of perjury that I am authorized to sign this application on behalf of the above organization and that I have examined this application, including the accompanying schedules and attachments, and to the best of my knowledge it is true, correct, and complete.

Please Sign Here

Chairman of the Board

[Signature]

Date 7-15-94

For Paperwork Reduction Act Notice, see page 1 of the Instructions.

Cat. No. 17133K
Part II  Activities and Operational Information

1  Provide a detailed narrative description of all the activities of the organization—past, present, and planned. Do not merely refer to or repeat the language in the organizational document. Describe each activity separately in the order of importance. Each description should include, as a minimum, the following: (a) a detailed description of the activity including its purpose; (b) when the activity was or will be initiated; and (c) where and by whom the activity will be conducted.

a) To acquire funds through contributions and invest such funds in income producing investments, and the net returns from such investments made available for use for, and as, a scholarship fund.

b) The activity was initiated on May 23, 1994.

c) The activity will be conducted throughout the State of Alabama by this organization, the Alabama Section of the Institute of Transportation Engineers and other corporations, individuals, or legal entities who may wish to participate.

2  What are or will be the organization’s sources of financial support? List in order of size.

Contributions from Alabama Section Institute of Transportation Engineers.

Contributions from other supportive individuals, corporations or other legal entities.

3  Describe the organization’s fundraising program, both actual and planned, and explain to what extent it has been put into effect. Include details of fundraising activities such as selective mailings, formation of fundraising committees, use of volunteers or professional fundraisers, etc. Attach representative copies of solicitations for financial support.

It is anticipated that the Alabama Section Institute of Transportation Engineers will make an annual contribution to the scholarship fund. No fund raising programs are anticipated; however, the organization will accept voluntary contributions.
### Part II  Activities and Operational Information (Continued)

4. Give the following information about the organization's governing body:

<table>
<thead>
<tr>
<th>a Names, addresses, and titles of officers, directors, trustees, etc.</th>
<th>b Annual compensation</th>
</tr>
</thead>
<tbody>
<tr>
<td>David R. Griffin, Tuscaloosa, AL Treasurer</td>
<td>$0</td>
</tr>
<tr>
<td>Harold M. Raynor, Foley, AL Chairman</td>
<td>$0</td>
</tr>
<tr>
<td>Jerry L. Reeves, Birmingham, AL Director</td>
<td>$0</td>
</tr>
<tr>
<td>Daniel S. Turner, Tuscaloosa, AL Secretary</td>
<td>$0</td>
</tr>
<tr>
<td>Robert L. Vecellio, Auburn, AL Vice Chairman</td>
<td>$0</td>
</tr>
</tbody>
</table>

5. Do any of the above persons serve as members of the governing body by reason of being public officials or being appointed by public officials? [ ] Yes [ ] No

If "Yes," name those persons and explain the basis of their selection or appointment.

6. Are any members of the organization's governing body "disqualified persons" with respect to the organization (other than by reason of being a member of the governing body) or do any of the members have either a business or family relationship with "disqualified persons"? (See Specific Instructions, Part II, Line 4d). [ ] Yes [ ] No

If "Yes," explain.

5. Does the organization control or is it controlled by any other organization? [ ] Yes [ ] No

Is the organization the outgrowth of (or successor to) another organization, or does it have a special relationship with another organization by reason of interlocking directorates or other factors? [ ] Yes [ ] No

If either of these questions is answered "Yes," explain.

6. Does or will the organization directly or indirectly engage in any of the following transactions with any political organization or other exempt organization (other than a 501(c)(3) organization): (a) grants; (b) purchases or sales of assets; (c) rental of facilities or equipment; (d) loans or loan guarantees; (e) reimbursement arrangements; (f) performance of services, membership, or fundraising solicitations; or (g) sharing of facilities, equipment, mailing lists or other assets, or paid employees? [ ] Yes [ ] No

If "Yes," explain fully and identify the other organizations involved.

7. Is the organization financially accountable to any other organization? [ ] Yes [ ] No

If "Yes," explain and identify the other organization. Include details concerning accountability or attach copies of reports if any have been submitted.
Part II  Activities and Operational Information (Continued)

8 What assets does the organization have that are used in the performance of its exempt function? (Do not include property producing investment income.) If any assets are not fully operational, explain their status, what additional steps remain to be completed, and when such final steps will be taken. If “None,” indicate “N/A.”

N/A

9 Will the organization be the beneficiary of tax-exempt bond financing within the next 2 years?  □ Yes □ No

10a Will any of the organization’s facilities or operations be managed by another organization or individual under a contractual agreement?  □ Yes □ No

b Is the organization a party to any leases?  □ Yes □ No

If either of these questions is answered “Yes,” attach a copy of the contracts and explain the relationship between the applicant and the other parties.

11 Is the organization a membership organization?  □ Yes □ No

If “Yes,” complete the following:

a Describe the organization’s membership requirements, and attach a schedule of membership fees and dues.

b Describe the organization’s present and proposed efforts to attract members, and attach a copy of any descriptive literature or promotional material used for this purpose.

c What benefits do (or will) the members receive in exchange for their payment of dues?

12a If the organization provides benefits, services, or products, are the recipients required, or will they be required, to pay for them?  □ N/A □ Yes □ No

If “Yes,” explain how the charges are determined, and attach a copy of the current fee schedule.

b Does or will the organization limit its benefits, services, or products to specific individuals or classes of individuals?  □ N/A □ Yes □ No

If “Yes,” explain how the recipients or beneficiaries are or will be selected.

13 Does or will the organization attempt to influence legislation?  □ Yes □ No

If “Yes,” explain. Also, give an estimate of the percentage of the organization’s time and funds that it devotes or plans to devote to this activity.

14 Does or will the organization intervene in any way in political campaigns, including the publication or distribution of statements?  □ Yes □ No

If “Yes,” explain fully.
Form 1023 (Rev. 7-93)

Part III    Technical Requirements

1 Are you filing Form 1023 within 15 months from the end of the month in which your organization was created or formed?  Yes  No

If you answer "Yes," do not answer questions on lines 2 through 7.

2 If one of the exceptions to the 15-month filing requirement shown below applies, check the appropriate box and proceed to question 8.

Exceptions—You are not required to file an exemption application within 15 months if the organization:

☐ a  Is a church, interchurch organization of local units of a church, a convention or association of churches, or an integrated auxiliary of a church (see instructions);

☐ b  Is not a private foundation and normally has gross receipts of not more than $5,000 in each tax year; or

☐ c  Is a subordinate organization covered by a group exemption letter, but only if the parent or supervisory organization timely submitted a notice covering the subordinate.

3 If the organization does not meet any of the exceptions on line 2, are you filing Form 1023 within 27 months from the end of the month in which the organization was created or formed?  Yes  No


If "No," answer question 4.

4 If you answer "No" to question 3, has the organization been contacted by the IRS regarding its failure to file Form 1023 within 27 months from the end of the month in which the organization was created or formed?  Yes  No

If "No," your organization qualifies for an extension of time to apply under the "reasonable action and good faith" requirements of section 5.01 of Rev. Proc. 92-85. Do not answer questions 5 through 7.

If "Yes," answer question 5.

5 If you answer "Yes" to question 4, does the organization wish to request relief from the 15-month filing requirement?  Yes  No

If "Yes," give the reasons for not filing this application prior to being contacted by the IRS. See Specific Instructions, Part III, Line 5, before completing this item. Do not answer questions 6 and 7.

If "No," answer question 6.

6 If you answer "No" to question 5, your organization's qualification as a section 501(c)(3) organization can be recognized only from the date this application is filed with your key District Director. Therefore, do you want us to consider the application as a request for recognition of exemption as a section 501(c)(3) organization from the date the application is received and not retroactively to the date the organization was created or formed?  Yes  No

If "Yes," to the question on line 6 above and wish to request recognition of section 501(c)(4) status for the period beginning with the date the organization was formed and ending with the date the Form 1023 application was received (the effective date of the organization's section 501(c)(3) status), check here ■ and attach a completed page 1 of Form 1024 to this application.

50
Part III  Technical Requirements (Continued)

8  Is the organization a private foundation?
   □ Yes  (Answer question on line 9.)
   □ No    (Answer question on line 10 and proceed as instructed.)

9  If you answer "Yes" to the question on line 8, does the organization claim to be a private operating foundation?
   □ Yes  (Complete Schedule E)
   □ No

   After answering the question on this line, go to Part IV.

10 If you answer "No" to the question on line 8, indicate the public charity classification the organization is requesting by checking the box below that most appropriately applies:

   THE ORGANIZATION IS NOT A PRIVATE FOUNDATION BECAUSE IT QUALIFIES:

   a  □ As a church or a convention or association of churches
       (CHURCHES MUST COMPLETE SCHEDULE A.)
       Sections 509(a)(1) and 170(b)(1)(A)(i)  

   b  □ As a school (MUST COMPLETE SCHEDULE B.)
       Sections 509(a)(1) and 170(b)(1)(A)(ii)

   c  □ As a hospital or a cooperative hospital service organization, or a
       medical research organization operated in conjunction with a
       hospital (MUST COMPLETE SCHEDULE C.)
       Sections 509(a)(1) and 170(b)(1)(A)(iii)

   d  □ As a governmental unit described in section 170(c)(1).
       Sections 509(a)(1) and 170(b)(1)(A)(iv)

   e  □ As being operated solely for the benefit of, or in connection with,
       one or more of the organizations described in a through d, g, h, or i
       (MUST COMPLETE SCHEDULE D.)
       Section 509(a)(3)

   f  □ As being organized and operated exclusively for testing for public
       safety.
       Section 509(a)(4)

   g  □ As being operated for the benefit of a college or university that is
       owned or operated by a governmental unit.
       Sections 509(a)(1) and 170(b)(1)(A)(v)

   h  □ As receiving a substantial part of its support in the form of
       contributions from publicly supported organizations, from a
       governmental unit, or from the general public.
       Sections 509(a)(1) and 170(b)(1)(A)(vi)

   i  □ As normally receiving not more than one-third of its support from
       gross investment income and more than one-third of its support from
       contributions, membership fees, and gross receipts from activities
       related to its exempt functions (subject to certain exceptions).
       Section 509(a)(2)

   j  □ The organization is a publicly supported organization but is not sure
       whether it meets the public support test of block h or block i. The
       organization would like the IRS to decide the proper classification.
       Sections 509(a)(1) and 170(b)(1)(A)(vi)

If you checked one of the boxes a through j in question 10, go to question
15. If you checked box g in question 10, go to questions 12 and 13.
If you checked box h, i, or j, go to question 11.
**Part III  Technical Requirements (Continued)**

11 If you checked box h, i, or j on line 10, has the organization completed a tax year of at least 8 months?

- ☐ Yes—Indicate whether you are requesting:
  - ☐ A definitive ruling (Answer questions on lines 12 through 15.)
  - ☐ An advance ruling (Answer questions on lines 12 and 15 and attach two Forms 872-C completed and signed.)
  - ☑ No—You must request an advance ruling by completing and signing two Forms 872-C and attaching them to the application.

12 If the organization received any unusual grants during any of the tax years shown in Part IV-A, attach a list for each year showing the name of the contributor; the date and the amount of the grant, and a brief description of the nature of the grant.

6/30/94 - Institute of Transportation Engineers Endowment Fund (Alabama Section) made an initial contribution of $49,800 from its Scholarship Awards Program Fund as a one-time, unusual grant to formally establish the ALSITE Scholarship Fund.

13 If you are requesting a definitive ruling under section 170(b)(1)(A)(iv) or (vi), check here ☑ and:

- a) Enter 2% of line 8, column (e) of Part IV-A 421.00
- b) Attach a list showing the name and amount contributed by each person (other than a governmental unit or "publicly supported" organization) whose total gifts, grants, contributions, etc., were more than the amount entered on line 13a above.
  - N/A: No individual gifts exceed Line "a" at this time.

14 If you are requesting a definitive ruling under section 509(a)(2), check here ☑ and:

- a) For each of the years included on lines 1, 2, and 9 of Part IV-A, attach a list showing the name of and amount received from each "disqualified person." For a definition of "disqualified person," see Specific Instructions, Part II, Line 4d.
- b) For each of the years included on line 9 of Part IV-A, attach a list showing the name of and amount received from each "payer" other than a "disqualified person" whose payments to the organization were more than $5,000. For this purpose, "payer" includes, but is not limited to, any organization described in sections 170(b)(1)(A)(ii) through (vi) and any governmental agency or bureau.
  - N/A: Other than Item 12, none received at this time.

15 Indicate if your organization is one of the following. If so, complete the required schedule. (Submit only those schedules that apply to your organization. Do not submit blank schedules.)

<table>
<thead>
<tr>
<th>Schedule</th>
<th>Yes</th>
<th>No</th>
</tr>
</thead>
<tbody>
<tr>
<td>Is the organization a church?</td>
<td>X</td>
<td>A</td>
</tr>
<tr>
<td>Is the organization, or any part of it, a school?</td>
<td>X</td>
<td>B</td>
</tr>
<tr>
<td>Is the organization, or any part of it, a hospital or medical research organization?</td>
<td>X</td>
<td>C</td>
</tr>
<tr>
<td>Is the organization a section 509(a)(3) supporting organization?</td>
<td>X</td>
<td>D</td>
</tr>
<tr>
<td>Is the organization a private operating foundation?</td>
<td>X</td>
<td>E</td>
</tr>
<tr>
<td>Is the organization, or any part of it, a home for the aged or handicapped?</td>
<td>X</td>
<td>F</td>
</tr>
<tr>
<td>Is the organization, or any part of it, a child care organization?</td>
<td>X</td>
<td>G</td>
</tr>
<tr>
<td>Does the organization provide or administer any scholarship benefits, student aid, etc.?</td>
<td>X</td>
<td>H</td>
</tr>
<tr>
<td>Has the organization taken over, or will it take over, the facilities of a &quot;for profit&quot; institution?</td>
<td>X</td>
<td>I</td>
</tr>
</tbody>
</table>
### Part IV Financial Data

Complete the financial statements for the current year and for each of the 3 years immediately before it. If in existence less than 4 years, complete the statements for each year in existence. If in existence less than 1 year, also provide proposed budgets for the 2 years following the current year.

#### A. Statement of Revenue and Expenses

<table>
<thead>
<tr>
<th>Description</th>
<th>Current tax year</th>
<th>3 prior tax years or proposed budget for 2 years</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(a) From 6/30</td>
<td>(b) 19..95..</td>
</tr>
<tr>
<td></td>
<td>to 12/31</td>
<td>(c) 19..96..</td>
</tr>
<tr>
<td></td>
<td>(d) 19........</td>
<td>(e) TOTAL</td>
</tr>
<tr>
<td>1 Gifts, grants, and contributions</td>
<td>4,500</td>
<td>5,000</td>
</tr>
<tr>
<td>received (not including unusual</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>grants—see instructions)</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>2 Membership fees received</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>3 Gross investment income (see</td>
<td>1,067</td>
<td>2,281</td>
</tr>
<tr>
<td>instructions for definition)</td>
<td>2,510</td>
<td>5,858</td>
</tr>
<tr>
<td>4 Net income from organization’s</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>unrelated business activities not</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>included on line 3.</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>5 Tax revenues levied for and</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>either paid to or spent on behalf</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>of the organization.</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>6 Value of services or facilities</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>furnished by a governmental unit to the organization without charge</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>(not including the value of services or facilities generally</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>furnished the public without charge)</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>7 Other income (not including gain</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>or loss from sale of capital assets (attach schedule)</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>8 Total (add lines 1 through 7)</td>
<td>5,567</td>
<td>7,281</td>
</tr>
<tr>
<td>9 Gross receipts from admissions,</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>sales of merchandise or services, or furnishing of</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>facilities in any activity that is</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>not an unrelated business within the meaning of section 513</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>10 Total (add lines 8 and 9)</td>
<td>5,567</td>
<td>7,281</td>
</tr>
<tr>
<td>11 Gain or loss from sale of capital</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>assets (attach schedule)</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>12 Unusual grants.</td>
<td>40,800</td>
<td>0</td>
</tr>
<tr>
<td>13 Total revenue (add lines 10</td>
<td>46,367</td>
<td>7,281</td>
</tr>
<tr>
<td>through 12)</td>
<td>8,010</td>
<td>20,858</td>
</tr>
<tr>
<td>14 Fundraising expenses</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>15 Contributions, gifts, grants, and similar amounts paid (attach</td>
<td>2,000</td>
<td>2,500</td>
</tr>
<tr>
<td>schedule)</td>
<td>3,000</td>
<td>3,000</td>
</tr>
<tr>
<td>16 Disbursements to or for benefit</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>of members (attach schedule)</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>17 Compensation of officers,</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>directors, and trustees (attach schedule)</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>18 Other salaries and wages</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>19 Interest</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>20 Occupancy (rent, utilities, etc.)</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>21 Depreciation and depletion</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>22 Other (attach schedule)</td>
<td>0</td>
<td>250</td>
</tr>
<tr>
<td>23 Total expenses (add lines 14</td>
<td>2,000</td>
<td>2,750</td>
</tr>
<tr>
<td>through 22)</td>
<td>3,250</td>
<td>3,250</td>
</tr>
<tr>
<td>24 Excess of revenue over expenses (line 13 minus line 23)</td>
<td>44,367</td>
<td>4,531</td>
</tr>
<tr>
<td></td>
<td>4,760</td>
<td></td>
</tr>
</tbody>
</table>
**Part IV  Financial Data (Continued)**

**B. Balance Sheet (at the end of the period shown)**

<table>
<thead>
<tr>
<th>Assets</th>
<th>1</th>
<th>2</th>
<th>3</th>
<th>4</th>
<th>5</th>
<th>6</th>
<th>7</th>
<th>8</th>
<th>9</th>
<th>10</th>
<th>11</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash</td>
<td>1</td>
<td>40,800</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts receivable, net</td>
<td>2</td>
<td>0</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Inventories</td>
<td>3</td>
<td>0</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bonds and notes receivable (attach schedule)</td>
<td>4</td>
<td>0</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Corporate stocks (attach schedule)</td>
<td>5</td>
<td>0</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Mortgage loans (attach schedule)</td>
<td>6</td>
<td>0</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other investments (attach schedule)</td>
<td>7</td>
<td>0</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Depreciable and depletable assets (attach schedule)</td>
<td>8</td>
<td>0</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Land</td>
<td>9</td>
<td>0</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other assets (attach schedule)</td>
<td>10</td>
<td>0</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total assets (add lines 1 through 10)</strong></td>
<td>11</td>
<td>40,800</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Liabilities</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accounts payable</td>
</tr>
<tr>
<td>Contributions, gifts, grants, etc., payable</td>
</tr>
<tr>
<td>Mortgages and notes payable (attach schedule)</td>
</tr>
<tr>
<td>Other liabilities (attach schedule)</td>
</tr>
<tr>
<td><strong>Total liabilities (add lines 12 through 15)</strong></td>
</tr>
</tbody>
</table>

**Fund Balances or Net Assets**

<table>
<thead>
<tr>
<th>Fund Balances or Net Assets</th>
<th>17</th>
<th>40,800</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total fund balances or net assets</td>
<td>18</td>
<td>40,800</td>
</tr>
</tbody>
</table>

If there has been any substantial change in any aspect of the organization's financial activities since the end of the period shown above, check the box and attach a detailed explanation.
Schedule H. Organizations Providing Scholarship Benefits, Student Aid, Etc., to Individuals

1a Describe the nature and the amount of the scholarship benefit, student aid, etc., including the terms and conditions governing its use, whether a gift or a loan, and how the availability of the scholarship is publicized. If the organization has established or will establish several categories of scholarship benefits, identify each kind of benefit and explain how the organization determines the recipients for each category. Attach a sample copy of any application the organization requires individuals to complete to be considered for scholarship grants, loans, or similar benefits. (Private foundations that make grants for travel, study, or other similar purposes are required to obtain advance approval of scholarship procedures. See Regulations sections 53.4945-4(c) and (f).)

To select annually at least one (1) college student enrolled in Civil Engineering and award a minimum of $1,000 as a gift payable in installments directly to the institution by academic period (Quarter/Semester) for a single school year. Applications to be made available to faculty at state engineering schools (see attachment). Award shall be made by the organization's Board of Directors based on applicant's need, academic performance and career goals.

b If you want this application considered as a request for approval of grant procedures in the event we determine that the organization is a private foundation, check here.

c If you checked the box in 1b above, indicate the sections for which you wish the organization to be considered.

2 What limitations or restrictions are there on the class of individuals who are eligible recipients? Specifically explain whether there are, or will be, any restrictions or limitations in the selection procedures based upon race or the employment status of the prospective recipient or any relative of the prospective recipient. Also indicate the approximate number of eligible individuals.

There are no restrictions for eligibility of any type including Race, Color, Creed, Employment Status, or anything else unless so restricted by IRS Regulation, Federal or State Laws. It is anticipated 30 to 40 individuals from Alabama Universities will be eligible applicants.

3 Indicate the number of grants the organization anticipates making annually.

4 If the organization bases its selections in any way on the employment status of the applicant or any relative of the applicant, indicate whether there is or has been any direct or indirect relationship between the members of the selection committee and the employer. Also indicate whether relatives of the members of the selection committee are possible recipients or have been recipients.

Selections are in no way related to applicant's employment status and relatives of the selection committee are not eligible recipients.

5 Describe any procedures the organization has for supervising grants (such as obtaining reports or transcripts) that it awards, and any procedures it has for taking action if the terms of the grant are violated.

Confirmation of enrollment and transcript of grades for each academic period prior to distribution of gift will be required.

Possible grant violations would be expulsion, non-enrollment and change in course of study.

Action taken might include discontinue distribution and/or request that funds awarded be returned to the organization.

For more information, see back of Schedule H.
Additional Information

Private foundations that make grants to individuals for travel, study, or other similar purposes are required to obtain advance approval of their grant procedures from the IRS. Such grants that are awarded under selection procedures that have not been approved by the IRS are subject to a 10% excise tax under section 4945. (See Regulations sections 53.4945-4(c) and (d).)

If you are requesting advance approval of the organization's grant procedures, the following sections apply to line 1c:

4945(g)(1)—The grant constitutes a scholarship or fellowship grant that meets the provisions of section 117(a) prior to its amendment by the Tax Reform Act of 1986 and is to be used for study at an educational organization (school) described in section 170(b)(1)(A)(ii).

4945(g)(2)—The grant constitutes a prize or award that is subject to the provisions of section 74(b), if the recipient of such a prize or award is selected from the general public.

4945(g)(3)—The purpose of the grant is to achieve a specific objective, produce a report or other similar product, or improve or enhance a literary, artistic, musical, scientific, teaching, or other similar capacity, skill, or talent of the grantee.
ALSITE SCHOLARSHIPS, INC. PROPOSED BUDGET
for

CURRENT YEAR - FY ’94

<table>
<thead>
<tr>
<th>BEGINNING BALANCE</th>
<th>CALENDAR PERIOD FROM TO</th>
<th>EARNED INTEREST</th>
<th>ESTIMATED CONTRIBUTIONS</th>
<th>FUND DISTRIBUTION</th>
<th>FUND BALANCE</th>
</tr>
</thead>
<tbody>
<tr>
<td>$40,600</td>
<td>06/30/94 08/31/94</td>
<td>$340</td>
<td>$4,500</td>
<td></td>
<td>$45,640</td>
</tr>
<tr>
<td>45,640</td>
<td>09/01/94</td>
<td>$2,000</td>
<td></td>
<td></td>
<td>43,640</td>
</tr>
<tr>
<td>43,640</td>
<td>09/01/94 12/31/94</td>
<td>727</td>
<td></td>
<td></td>
<td>44,367</td>
</tr>
<tr>
<td>FY TOTALS</td>
<td></td>
<td>$1,067</td>
<td>$4,500</td>
<td>$2,000</td>
<td>$44,367</td>
</tr>
</tbody>
</table>

FISCAL YEAR - ’95

<table>
<thead>
<tr>
<th>BEGINNING BALANCE</th>
<th>CALENDAR PERIOD FROM TO</th>
<th>EARNED INTEREST</th>
<th>ESTIMATED CONTRIBUTIONS</th>
<th>FUND DISTRIBUTION</th>
<th>FUND BALANCE</th>
</tr>
</thead>
<tbody>
<tr>
<td>$44,367</td>
<td>01/01/95 08/31/95</td>
<td>$1,479</td>
<td>$5,000</td>
<td></td>
<td>$50,846</td>
</tr>
<tr>
<td>50,846</td>
<td>09/01/95</td>
<td>$2,750</td>
<td></td>
<td></td>
<td>46,096</td>
</tr>
<tr>
<td>48,096</td>
<td>09/01/95 12/31/95</td>
<td>802</td>
<td></td>
<td></td>
<td>48,898</td>
</tr>
<tr>
<td>FY TOTALS</td>
<td></td>
<td>$2,281</td>
<td>$5,000</td>
<td>$2,750</td>
<td>$48,898</td>
</tr>
</tbody>
</table>

FISCAL YEAR - ’96

<table>
<thead>
<tr>
<th>BEGINNING BALANCE</th>
<th>CALENDAR PERIOD FROM TO</th>
<th>EARNED INTEREST</th>
<th>ESTIMATED CONTRIBUTIONS</th>
<th>FUND DISTRIBUTION</th>
<th>FUND BALANCE</th>
</tr>
</thead>
<tbody>
<tr>
<td>$48,896</td>
<td>01/01/96 08/31/96</td>
<td>$1,630</td>
<td>$5,500</td>
<td></td>
<td>$56,026</td>
</tr>
<tr>
<td>56,026</td>
<td>09/01/96</td>
<td>$3,250</td>
<td></td>
<td></td>
<td>52,778</td>
</tr>
<tr>
<td>52,778</td>
<td>09/01/96 12/31/96</td>
<td>880</td>
<td></td>
<td></td>
<td>53,657</td>
</tr>
<tr>
<td>FY TOTALS</td>
<td></td>
<td>$2,510</td>
<td>$5,500</td>
<td>$3,250</td>
<td>$53,657</td>
</tr>
</tbody>
</table>

NOTES:

1) Earned Interest based on an annual rate of 5%.

2) It was assumed that most contributions would be received by or during the month of August and no interest would be earned on contributions for the first 8 months of the Fiscal Year.

3) It was assumed that Scholarship Awards would be made in September of each Fiscal Year.

4) Fund Distributions for FY ’95 and FY ’96 include Scholarship Awards, and CPA’s Fee for Annual Tax Return.
July 15, 1994

Internal Revenue Service
EP/EO Division
P.O. Box 941
Atlanta, Georgia 30370

This is to advise that as of this date ALSITE Scholarships, Inc. has not formally adopted
By-Laws or similar rules of operation.

Sincerely,

ALSITE SCHOLARSHIPS, INC.

[Signature]

Harold M. Raynor
Chairman of the Board
1994 Charles E. Alexander Transportation Engineering Scholarship

APPLICATION FORM

Name: 

School Address: 

Home Address: 

School Phone: ___________ Home Phone: ___________

ACADEMIC INFORMATION

Declared Major: ___________ Class (Jr, Sr, etc.): ___________ Hrs. Passed: ___________

Overall Grade Point (4.0 Scale): ___________ CE GPA: ___________ Grad. Date: ___________

Honors: ____________________________

Demonstration of Transportation Career Commitment: ____________________________

Other Academic Information: __________________________________________________

LEADERSHIP ACTIVITIES

Positions/Membership in Engineer Organizations: ____________________________

Positions/Membership in Campus/Community/Organizations: ___________________

EMPLOYMENT (Employer, Dates, Period Worked, Duties): ______________________

______________________________

CAREER OBJECTIVES: ____________________________

______________________________
FINANCIAL AID HISTORY
(List Amounts, dates and grantees for scholarships, grants, student aid, etc...):


Statement of Financial Need:


SIGNATURES:

____________________  ____________________
Applicant              Date

____________________  ____________________
Recommended By        Date

AWARD DETAILS

1. This application form must be submitted by June 1, 1994 to:
   Harold M. Raynor
   ALSITE Scholarships, Inc.
   P.O. Box 850
   Foley, Alabama 36536

2. Recommendations for the scholarship may be submitted by faculty members or students at accredited Civil Engineering schools in the State of Alabama, or by Members or Affiliate Members of the Alabama Section of the Institute of Transportation Engineers.

3. The 1994 Award recipient must be a student at an accredited Civil Engineering school, and shall be a student during the 1994-95 academic year.

4. Applicants should demonstrate a strong commitment to the discipline of Transportation Engineering in their coursework and outside activities.

5. A full disclosure of student loans or other financial aid is required. Financial need is one of the items which will be considered by ALSITE Scholarships, Inc.

6. The Scholarship Award will be paid directly to your university in equal installments by quarter or semester for the 1994-95 academic year, contingent upon successfully completing the prior academic period. You must furnish official confirmation of enrollment in the required course of study prior to the disbursement of each portion of the Award.
Application for Recognition of Exemption from Federal Income Tax

We have received your application for recognition of exemption from Federal income tax and have assigned it the case number listed above. You should refer to that number in any communication with us concerning your application.

We will review your application and send you a reply as soon as possible. However, we must process applications in the order that we receive them.

You may normally expect to hear from us within the above processing time. If you do not hear from us within that period and choose to write again, please include a copy of this letter with your correspondence. Also, please provide a telephone number and the most convenient time to call if we need to contact you.

Thank you for your cooperation.
July 29, 1994

State of Alabama
Department of Revenue
Income Tax Division
Attn: Ms. Phyllis Watson
Corporate Section
P.O. Box 327430
Montgomery, Alabama 36132-7430

RE: Letter dated July 8, 1994 - ALSITE Scholarships, Inc.

Dear Ms. Watson:

In response to the subject communication, we herein submit a copy of IRS Form 1023 as our affidavit outlining the character, purpose, activities, source and disposition of income and information related to benefits derived by shareholders or individuals of this organization.

In addition, enclosed is a copy of our Articles of Incorporation and the most recent response from the IRS regarding our application for 501(c) status.

Please advise if additional information is required at this time.

Sincerely,

[Signature]
Harold M. Raynor
Chairman of the Board

Attach: 3

...Assisting Tomorrow's Transportation Leaders
Dear Applicant:

Before we can determine whether your organization is exempt from Federal income tax, we must have enough information to show that you have met all legal requirements. You did not include the information needed to make that determination on your Form 1023, Application for Recognition of Exemption Under Section 501(c)(3) of the Internal Revenue Code.

To help us determine whether your organization is exempt from Federal income tax, please send us the requested information by the above date. We can then complete our review of your application.

If we do not hear from you within that time, we will assume you do not want us to consider the matter further and will close your case. In that event, as required by Code section 6104(c), we will notify the appropriate state officials that, based on the information we have, we cannot recognize you as an organization of the kind described in Code section 501(c)(3). As a result, the Internal Revenue Service will treat your organization as a taxable entity. If we receive the information after the response due date, we may ask you to send us a new Form 1023.

In addition, if you do not provide the requested information in a timely manner, we will consider that you have not taken all reasonable steps to secure the determination you requested. Under Code section 7420(a)(2), your not taking all reasonable steps in a timely manner to secure the determination may be considered as failure to exhaust administrative remedies available to you with in the Service. Therefore, you may lose your rights to a declaratory judgment under Code section 7420.

Please mail the information requested in this letter to the following address, exactly as shown. Use of a different address, or entering the information on different lines, may result in substantial delays or loss of mail, or the return of your correspondence by the post office.

Attn: Lori Moore
Internal Revenue Service
EO Group 7204, Step 504 D
401 West Peachtree Street, N.W.
Atlanta, GA 30308

Letter 1012 (EG/CG)
If you have any questions, please contact the person whose name and telephone number are shown in the heading of this letter.

Thank you for your cooperation.

Sincerely yours,

[Signature]

[Name]
[Title]
We are considering your application for tax exempt status and find that it is incomplete. We need the following information over the signature of one of your principal officers:

Information submitted indicates you may grant scholarships or similar financial aid for educational purposes. In order that we may further clarify this activity, please provide the following information concerning your educational assistance:

1. State whether any relatives of members of the selection committee are eligible for scholarship assistance. If so, please show:
   a) Approximately how many members there are in the class of eligibles each year;
   b) How many relatives of the selection committee members are currently qualified; and
   c) Explain fully what procedures are followed to ensure that no selection committee members will derive direct or indirect benefit.

2. List and describe in detail all criteria used by your selection committees in selecting recipients from the class of eligibles.

3. Explain if any grants will be made to spouses, children, descendants, spouses of descendants, or other persons related to any officers or directors of your organization.

4. Describe how the scholarship program is or will be publicized to ensure that all eligible individuals are likely to be informed that such scholarship aid is available.

5. State whether all grants will be limited to students who will be attending educational institutions as defined in section 170(b)(1)(A)(ii) of the Code.

6. State whether your organization provides aid to students both as outright grants and as loans. If both are to be provided, what criteria will you use to determine which members of the class of eligibles will receive scholarship grants and which will receive loans? If loans are made, give the interest rates, if any, how the rates are determined, and the repayment terms of the loans.

7. Explain in detail your follow-up procedures to ensure that all scholarship funds will be used for the stated purposes. Give the procedures you will follow if you discover a misuse of those funds. Specify what reports will be required of the recipients and/or the schools, and indicate whether these reports are submitted each semester, yearly, or when.

8. If you plan to grant scholarships at some time in the future, but have not yet developed specific plans and criteria for this activity, submit a statement to this effect. In this case, if you are recognized as exempt, you will need to notify the Service at each time you develop specific plans.
ALGITE SCHOLARSHIPS INC

guidelines for a scholarship program, and before actually granting any scholarships, so that we may determine if the program is consistent with your exempt status.

If you contribute to scholarship programs established and administered by other organizations, rather than being involved directly in the selection of scholarship recipients, please clarify, and identify the organization(s) actually involved in administering the financial aid.

The 45 day period dealing with the automatic approval of grant making procedures under section 50.4245.4(3)(3) of the Income Tax Regulations is suspended until 45 days after the receipt in this office of your complete response to this letter. This is your notice that your grant making procedures have not been approved as of this date.

You have requested classification as a nonprivate foundation under section 170(b)(1)(A)(vi). However, based on the information available thus far, it appears that you will not meet the 35.1/3 percent support test as prescribed by the Income Tax Regulations and therefore could not be classified as a nonprivate foundation. You support will almost exclusively come from Alabama Section Institute of Transportation Engineers. Since it appears you will not raise a significant amount of support from the public, you would not qualify as a nonprivate foundation. Therefore, please provide a statement that you wish classification as a private foundation.
From the desk of

Harold M. Raynor, P.E.

DATE: 8/23/94
TO: Bruce

TRAFFIC ENGINEERING

<table>
<thead>
<tr>
<th>Action</th>
<th>Comments</th>
</tr>
</thead>
<tbody>
<tr>
<td>Note and File</td>
<td></td>
</tr>
<tr>
<td>Note and Return to Me</td>
<td></td>
</tr>
<tr>
<td>Return with more details</td>
<td></td>
</tr>
<tr>
<td>Note and see me about this</td>
<td></td>
</tr>
<tr>
<td>Please Answer</td>
<td></td>
</tr>
<tr>
<td>Prepare reply for my signature</td>
<td></td>
</tr>
<tr>
<td>Take appropriate action</td>
<td></td>
</tr>
<tr>
<td>For our conversation</td>
<td></td>
</tr>
<tr>
<td>For your request</td>
<td></td>
</tr>
<tr>
<td>For your approval</td>
<td></td>
</tr>
<tr>
<td>For your information</td>
<td></td>
</tr>
<tr>
<td>For your comments</td>
<td></td>
</tr>
<tr>
<td>Signature</td>
<td></td>
</tr>
<tr>
<td>Investigate and report</td>
<td></td>
</tr>
</tbody>
</table>

This invoice is for CPA’s assistance in filing IRS application for ALSITE scholarships.

Please pay as soon as possible.

Regards,

[Signature]
S. F. PARKER & CO., P.C.
CERTIFIED PUBLIC ACCOUNTANTS
Post Office Drawer 1210 • Foley, Alabama 36536
Telephone (205) 943-6571   Mobile No. (205) 432-0226

AUGUST 01, 1994

ALSITE SCHOLARSHIPS
C/O HAROLD M. RAYNOR
P.O. BOX 850
FOLEY  AL  36536

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

Professional services rendered as follows:

REVIEW OF APPLICATION FOR NON-PROFIT STATUS, MEETING WITH
HAROLD RAYNOR TO REVIEW.  $ 205.00

Total due this invoice $ 209.00

-------------------------------------------------------------------------------
Dear Ms. Moore:

With reference to your letter of August 16, 1994, we have prepared the attached in response to each of the items on which additional details were requested.

Please note that the numerical listing of our response corresponds to the numerical sequence of the questions outlined in your letter.

Your assistance in this matter is greatly appreciated.

Sincerely,

ALSITE SCHOLARSHIPS, INC.

Harold M. Raynor
Chairman of the Board

Attch: (1)

cc: Board of Directors
August 25, 1994

Ms. Lori Moore
Exempt Organizations Specialist
Internal Revenue Service
EO Group 7201, Stop 504D
401 West Peachtree Street, N.W.
Atlanta, Georgia  30365

REF:  EID #63-115900 / Case #584206009

Dear Ms. Moore:

With reference to your letter of August 16, 1994, we have prepared the attached in response to each of the items on which additional details were requested.

Please note that the numerical listing of our response corresponds to the numerical sequence of the questions outlined in your letter.

Your assistance in this matter is greatly appreciated.

Sincerely,

ALSITE SCHOLARSHIPS, INC.

Harold M. Raynor
Chairman of the Board

Attach: (1)

cc: Board of Directors

... Assisting Tomorrow's Transportation Leaders
1) The Scholarship Selection Committee is composed solely of the Board of Directors of ALSITE Scholarships, Inc. Relatives of the Board are ineligible for scholarship awards.

2) The criteria used by the Selection Committee in selecting recipients from the class of eligible students will be:
   a. Recommendations by faculty members at accredited Civil Engineering schools in the State of Alabama;
   b. Recipient(s) must be a student at an accredited Civil Engineering school in the State of Alabama and must be enrolled for the academic year in which the award is conferred;
   c. A recipient must demonstrate a strong commitment to the discipline of Transportation Engineering as reflected in documented coursework and outside activities; and
   d. A full disclosure of current student loans or other financial aid is required, since financial need is one of the key considerations.

3) No grants will be made to any spouses, children, descendants, spouses of descendants, or other person known to be related to any officers or members of the Board of Directors. Recipients will be required to certify they are unrelated to any member of the Selection Committee.

4) During January of each year, announcements will be mailed to each qualified University in the State of Alabama. Key faculty members of each school will be contacted and they will be supplied with official application forms for "candidates". Additionally, announcements may be published in ALSITE News, the official newsletter of the Alabama Section Institute of Transportation Engineers.

5) All grants will be limited to students attending educational institutions as defined in Section 170 (b)(1)(A)(ii) of the Code.

6) Financial aid will only be provided as outright grants to students and payments will only be made directly to the University for crediting to the recipient's account.

7) Grant payments will be made directly to the recipient's University in equal installments (academic periods) for the designated academic year. Prior to each academic period (quarter or semester) recipients must furnish the following items before we initiate grant payments:
a. Official confirmation of enrollment by the designated University;

b. Official transcript of grades for prior academic period; and

c. Official course schedule for current academic period.

If the terms of the grant are violated . . . expulsion from school, non-enrollment and/or a change in course of study; action taken could include termination of grand and/or request that funds previously distributed be returned to the organization.

8) Our recipient selection and grant distribution criteria is as outlined in this response and/or our prior application.

9) We do not intend to contribute funds to any other scholarship program and each recipient of an ALSITE grant will be selected solely by our Board of Directors.

10) As indicated, our funding will come almost exclusively from the Alabama Section Institute of Transportation Engineers and its members. Consequently, it is our wish to be classified as a private foundation.

This response has been prepared on behalf of ALSITE Scholarships, Inc. by:

[Signature]
Harold M. Raynor
Chairman of the Board

August 25, 1994
INTERNAL REVENUE SERVICE  
DISTRICT DIRECTOR  
401 W. PEACHTREE ST. NW  
ATLANTA, GA 30365  

Date: SEP 02 1994

ALSITE SCHOLARSHIPS INC  
C/O HAROLD M RAYNER  
P.O. BOX 850 410 E BERRY AVENUE  
FOLEY, AL 36535

Employer Identification Numbers:  
62-1115900
Case Number: 564266409

Contact Person:  
LORI MOORE

Contact Telephone Numbers:  
(404) 331-0190

Accounting Period Ending:  
December 31  

Addendum Applies: No

Dear Applicants:

Based on information supplied, and assuming your operations will be as stated in your application for recognition of exemption, we have determined you are exempt from Federal income tax under section 501(a) of the Internal Revenue Code as an organization described in section 501(c)(3).

We have further determined that, as indicated in your application, you are a private foundation within the meaning of section 509(a) of the Code. In this letter we are not determining whether you are an operating foundation as defined in section 4942(j)(3).

If your sources of support, your purposes, character, or method of operation change, please let us know so we can consider the effect of the change on your exempt status and foundation status. In the case of an amendment to your organizational document or bylaws, please send us a copy of the amended document or bylaws. Also, you should inform us of all changes in your name or address.

As of January 1, 1984, you are liable for taxes under the Federal Insurance Contributions Act (social security taxes) on remuneration of $100 or more you pay to each of your employees during a calendar year. You are not liable for the tax imposed under the Federal Unemployment Tax Act (FUTA). However, since you are a private foundation, you are subject to excise taxes under Chapter 42 of the Code. You also may be subject to other Federal excise taxes. If you have any questions about excise, employment, or other Federal taxes, please let us know.

Donors may deduct contributions to you as provided in section 170 of the Code. Bequests, legacy, devises, transfers, or gifts to you or for your use are deductible for Federal estate and gift tax purposes if they meet the applicable provisions of sections 2055, 2106, and 2522 of the Code.

Contribution deductions are allowable to donors only to the extent that their contributions are gifts; with no consideration received. Ticket purchases and similar payments in conjunction with fundraising events may not necessarily qualify as deductible contributions, depending on the circumstances. See Revenue Ruling 67-246, published in Cumulative Bulletin 1967-2, on page 104, which sets forth guidelines regarding the deductibility, as charitable contributions, of payments made by taxpayers for admission to or other

Letter 1076 (DD/CG)
participation in fundraising activities for charity.

You are required to file Form 990-PF, Return of Private Foundation or Section 4947(a)(1) Trust Treated as a Private Foundation. Form 990-PF must be filed by the 15th day of the fifth month after the end of your annual accounting period. A penalty of $10 a day is charged when a return is filed late, unless there is reasonable cause for the delay. However, the maximum penalty charged cannot exceed $5,000 or 5 percent of your gross receipts for the year, whichever is less. This penalty may also be charged if a return is not complete, so please be sure your return is complete before you file it.

You are not required to file Federal income tax returns unless you are subject to the tax on unrelated business income under section 511 of the Code. If you are subject to this tax, you 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 present or proposed activities are unrelated trade or business as defined in section 513 of the Code.

You need an employer identification number even if you have no employees. If an employer identification number was not entered on your application, a number will be assigned to you and you will be advised of it. Please use that number on all returns you file and in all correspondence with the Internal Revenue Service.

This determination is based on evidence that your funds are dedicated to the purposes listed in section 501(c)(3) of the Code. To assure your continued exemption, you should maintain records to show that funds are expended only for those purposes. If you distribute funds to other organizations, your records should show whether they are exempt under section 501(c)(3). In cases where the recipient organization is not exempt under section 501(c)(3), there should be evidence that the funds will remain dedicated to the required purposes and that they will be used for those purposes by the recipient.

If distributions are made to individuals, case histories regarding the recipients should be kept showing names, addresses, purposes of awards, manner of selection, relationship (if any) to members, officers, trustees or donors of funds to you, so that any and all distributions made to individuals can be substantiated upon request by the Internal Revenue Service. (Revenue Ruling 56-304, C.B. 1956-2, page 306.)

We considered your grant-making procedures under section 4945(g) of the Code. Based on the information submitted and assuming your scholarship program will be conducted as proposed with objectivity and non-discrimination in awarding grants, we determined that your procedures in awarding scholarship grants comply with the requirements of section 4945(g)(1), and that scholarships granted according to these procedures will not be "taxable expenditures" within the meaning of section 4945(d)(3).

This determination is conditioned on the understanding that there will be

Letter 1076 (D0/CB)
ALSITE SCHOLARSHIPS INC

no material change in the facts upon which it is based. It is further condi-
tioned on the premise that no grants will be awarded to the trust's creators, 
trustees, or members of the selection committee, or for a purpose that is 
consistent with the purposes described in section 170(c)(2)(B) of the Code.

The approval of your grant-making procedures is a one-time approval of 
your system of standards and procedures that will result in grants that meet 
the requirements of section 4945(g)(1) of the Code. Thus, approval will apply 
to succeeding grant programs only as long as the standards and procedures under 
which they are conducted do not differ materially from those described in your 
request.

We have not considered whether grants made under your procedures are ex-
cludable from the gross income of recipients under section 117(a) of the Code.

Any funds you distribute to individuals must be made on a true charitable 
basis in furtherance of the purposes for which you are organized. Therefore, 
you should maintain adequate records and case histories so that any or all 
grant distributions can be substantiated upon request by the Internal Revenue 
Service.

If we have indicated in the heading of this letter that an addendum 
applies, the addendum enclosed is an integral part of this letter.

Because this letter could help resolve any questions about your exempt 
status and foundation status, you should keep it in your permanent records.

If you have any questions, please contact the person whose name and 
television number are shown in the heading of this letter.

Sincerely yours,

[Signature]

Nelson A. Brooke
District Director
September 7, 1994

MEMORANDUM

TO: Locke D. Bowden, President
    Alabama Section ITE

FROM: Harold M. Raynor

SUBJECT: Tax Exempt Status

ITS OFFICIAL!

On September 2, 1994 the Internal Revenue Service issued an official ruling declaring ALSITE Scholarships, Inc. a tax exempt, private foundation.

This means that any contributions from donors are tax deductible and that any bequests, legacies, devices, transfers, or gifts to the foundation are deductible for federal estate and gift tax purposes.

Many thanks to the Alabama Section Board and the ALSITE Scholarships Board Members for their assistance, guidance and support during this long term effort.

Regards to All!

cc: Alabama Section ITE Board
    ALSITE Scholarships, Inc. Board

...Assisting Tomorrow's Transportation Leaders