

Application for Recognition of Exemption  
Under Section 501(c)(3) of the Internal Revenue Code

To be filed in the District  
in which the organization  
has its principal office or  
place of business.

This application, when properly completed, shall constitute the notice required under section 508(a) of the Internal Revenue Code in order that organizations may be treated as described in section 501(c)(3) of the code, and the notice under section 508(b) appropriate to those organizations claiming not to be private foundations within the meaning of section 509(a).

Part I.—Identification (See instructions)

1 Full name of organization <b>The Charles Koch Foundation, Inc.</b>		2 Employer identification number (If none, attach Form SS-4) <b>SS-4 Attached</b>				
3(a) Address (number and street) <b>P. O. Box 2256</b>						
3(b) City or town, State and ZIP code <b>Wichita, Kansas 67201</b>		4 Name and phone number of person to be contacted <b>George H. Pearson 316-832-5500</b>				
5 Month the annual accounting period ends <b>November</b>	6 Date incorporated or formed <b>December, 1974</b>	7 Activity Codes (see instructions) <table border="1"> <tr> <td>120</td> <td>123</td> <td>124</td> </tr> </table>		120	123	124
120	123	124				

Part II.—Organizational Documents (See instructions)

- 1 Attach a conformed copy of the organization's creating instruments (articles of incorporation, constitution, articles of association, deed of trust, etc.). **Attachment A**
- 2 Attach a conformed copy of the organization's by-laws or other rules for its operation. **Attachment B**
- 3 If the organization does not have a creating instrument, check here (See instructions)

Part III.—Activities and Operational Information (See instructions)

- 1 What are or will be the organization's sources of financial support? List in order of magnitude. If a portion of the receipts is or will be derived from the earnings of patents, copyrights, or other assets (excluding stock, bonds, etc.), identify such item as a separate source of receipt. Attach representative copies of solicitations for financial support.

The following are expected to make donations:

Charles G. Koch, P. O. Box 2256, Wichita, Kansas 67201

Fred C. Koch Trust dated June 1, 1966 F/B/O Charity and Charles Koch, First National Bank in Wichita and Charles Koch, trustees, P. O. Box 880, Wichita Kansas 67201

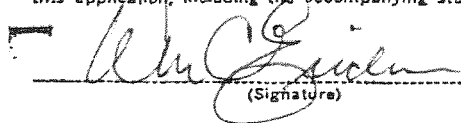
Fred C. Koch Trust dated January 31, 1971 F/B/O Charity and Charles Koch, First National Bank in Wichita and Charles Koch, trustees, P. O. Box 880, Wichita, Kansas 67201

The Fred C. Koch Foundation, Inc., P. O. Box 2256, Wichita, Kansas, may also make donations. See Attachment C for further details on anticipated funding.

- 2 Describe the organization's fund-raising program and explain to what extent it has been put into effect. (Include details of fund-raising activities such as selective mailings, formation of fund-raising committees, use of professional fund raisers, etc.)

It is anticipated that the Foundation will be funded primarily through donations from the sources listed in Item 1 above. No fund-raising activities are currently planned. See Attachment C for further details on anticipated funding.

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

  
(Signature)

Director  
(Title or authority of signer)

December 20, 1974  
(Date)

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3(b) City or town, State and ZIP code  Wichita, Kansas 67201		4 Name and phone number of person to be contacted  George H. Pearson 316-832-5500	
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		120	123 124

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\_\_\_\_\_  
 (Signature) Director December 20, 1974  
 \_\_\_\_\_  
 (Title or authority of signer) (Date)

## Part III.—Activities and Operation Information (Continued)

- 3 Give a narrative description of the activities presently carried on by the organization, and also those that will be carried on. If the organization is not fully operational, explain what stage of development its activities have reached, what further steps remain for the organization to become fully operational, and when such further steps will take place. The narrative should specifically identify the services performed or to be performed by the organization. (Do not state the purposes of the organization in general terms or repeat the language of the organizational documents.) If the organization is a school, hospital, or medical research organization, include sufficient information in your description to clearly show that the organization meets the definition of that particular activity that is contained in the instructions for Part VII-A on page 3 of the instructions.

See Attachment C hereto.

Part III.—Activities and Operational Information (Continued)

4 The membership of the organization's governing body is:

(a) Names, addresses, and duties of officers, directors, trustees, etc.	(b) Specialized knowledge, training, expertise, or particular qualifications
George H. Pearson, Director 1177 Farmstead Wichita, Kansas 67208	Mr. Pearson has had 5 years experience in helping to select and organize symposia of the type that the Foundation plans to sponsor.
Richard McBride, Director Esmont, Virginia	Mr. McBride is an attorney, museum curator and scholar on Constitutional history acquainted with other scholars active in the areas of political philosophy and economics.
Charles Koch, Director P. O. Box 2256 Wichita, Kansas	Mr. Koch is a business executive and an active director of the Institute for Humane Studies, an organization active in academic symposia.

(c) 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," please name such persons and explain the basis of their selection or appointment.

(d) 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 4(d)).  Yes  No

If "Yes," please explain.

Charles Koch, one of the three directors, is a "disqualified person" by reason of being a substantial contributor.

5 Does the organization control or is it controlled by any other organization?  Yes  No  
Is the organization the outgrowth of another organization, or does it have a special relationship to another organization by reason of interlocking directorates or other factors?  Yes  No  
If either of these questions is answered "Yes," please explain.

6 Is the organization financially accountable to any other organization?  Yes  No  
If "Yes," please explain and identify the other organization. Include details concerning accountability or attach copies of reports if any have been rendered.

7 What assets does the organization have that are used in the performance of its exempt function? (Do not include income producing property.) If any assets are not fully operational, explain what stage of completion has been reached, what additional steps remain to be completed, and when such final steps will be taken.

None.

Part III.—Activities and Operation Information (Continued)

8 (a) What benefits, services, or products will the organization provide with respect to its exempt function?

The staging of symposia and conferences to consider papers, and confer and consult on specific topics of academic interest.

The publication or arranging for the publication of works presently unavailable (or nearly unavailable) to scholars.

(b) Have the recipients been required or will they be required to pay for the organization's benefits, services, or products?

Yes  No

If "Yes," please explain and show how the charges are determined.

9 Does or will the organization limit its benefits, services or products to specific classes of individuals?  Yes  No

If "Yes," please explain how the recipients or beneficiaries are or will be selected.

Participants and lecturers will be selected on the advice of acknowledged experts in the field and of administrators and faculty of universities and graduate schools.

10 Is the organization a membership organization?  Yes  No

If "Yes," complete the following:

(a) Please describe the organization's membership requirements and attach a schedule of membership fees and dues.

(b) Are benefits limited to members?  Yes  No

If "No," please explain.

(c) Attach a copy of the descriptive literature or promotional material used to attract members to the organization.

11 Does or will the organization engage in activities tending to influence legislation or intervene in any way in political campaigns?  Yes  No

If "Yes," please explain.

Part IV.—Statement as to Private Foundation Status (See instructions)

1 Is the organization a private foundation?  Yes  No

2 If question 1 is answered "No," indicate the type of ruling being requested as to the organization's status under section 509 by checking the applicable box below:

Definitive ruling under section 509(a)(1), (2), (3), or (4) — complete Part VII.

Advance or extended advance ruling under section 509(a)(1) or (2) — See instructions.

3 If question 1 is answered "Yes," and the organization claims to be a private operating foundation, check here  and complete Part VIII.

Part V.—Financial Data (See instructions)

Statement of Receipts and Expenditures, for period ending December 20, 1974

Receipts		
1	Gross contributions, gifts, grants and similar amounts received . . . . .	\$100
2	Gross dues and assessments of members . . . . .	
	Gross amounts derived from activities related to organization's exempt purpose	
	Less cost of sales . . . . .	
4	Gross amounts from unrelated business activities . . . . .	
	Less cost of sales . . . . .	
5	Gross amount received from sale of assets, excluding inventory items (attach schedule) . . . . .	
	Less cost or other basis and sales expense of assets sold . . . . .	
6	Interest, dividends, rents and royalties . . . . .	
7	Total receipts <u>See Attachment C hereto</u> . . . . .	
Expenditures		
8	Contributions, gifts, grants, and similar amounts paid (attach schedule) . . . . .	
9	Disbursements to or for benefit of members (attach schedule) . . . . .	
10	Compensation of officers, directors, and trustees (attach schedule) . . . . .	
11	Other salaries and wages . . . . .	
12	Interest . . . . .	
13	Rent . . . . .	
14	Depreciation and depletion . . . . .	
15	Other (attach schedule) . . . . .	
16	Total expenditures . . . . .	
17	Excess of receipts over expenditures (line 7 less line 16) <u>See Attachment C hereto</u> . . . . .	

Balance Sheets		Enter dates	Beginning date Date of Inc.	Ending date Dec. 20, 1974
Assets				
18	Cash (a) Interest bearing accounts . . . . .		\$100	\$100
	(b) Other . . . . .			
19	Accounts receivable, net . . . . .			
20	Inventories . . . . .			
21	Bonds and notes (attach schedule) . . . . .			
22	Corporate stocks (attach schedule) . . . . .			
23	Mortgage loans (attach schedule) . . . . .			
24	Other investments (attach schedule) . . . . .			
25	Depreciable and depletable assets (attach schedule) . . . . .			
26	Land . . . . .			
27	Other assets (attach schedule) . . . . .			
28	Total assets . . . . .			
Liabilities				
29	Accounts payable . . . . .			
30	Contributions, gifts, grants, etc., payable . . . . .			
31	Mortgages and notes payable (attach schedule) . . . . .			
32	Other liabilities (attach schedule) . . . . .			
33	Total liabilities . . . . .		None	None
Fund Balance or Net Worth				
34	Total fund balance or net worth . . . . .		\$100	\$100
35	Total liabilities and fund balance or net worth (line 33 plus line 34) . . . . .			

See Attachment C hereto.

Part VI.—Required Schedules for Special Activities (See instructions)		If "Yes," check here;	And, complete schedule—
1	Is the organization, or any part of it, a school? . . . . .		A
2	Does the organization provide or administer any scholarship benefits, student aid, etc.? . . . .		B
3	Has the organization taken over, or will it take over, the facilities of a "for profit" institution? . . . .		C
4	Is the organization, or any part of it, a hospital? . . . . .		D
5	Is the organization, or any part of it, a home for the aged? . . . . .		E
6	Is the organization, or any part of it, a litigating organization (public interest law firm or similar organization)? . . . . .		F

Part VII.—Non-Private Foundation : as (Definitive ruling only)

A.—Basis for Non-Private Foundation Status

The organization is not a private foundation because it qualifies as:

✓	Kind of organization	Within the meaning of	Complete
1	a church	Sections 509(a)(1) and 170(b)(1)(A)(i)	
2	a school	Sections 509(a)(1) and 170(b)(1)(A)(ii)	
3	a hospital	Sections 509(a)(1) and 170(b)(1)(A)(iii)	
4	a medical research organization operated in conjunction with a hospital	Sections 509(a)(1) and 170(b)(1)(A)(iii)	
5	being organized and operated exclusively for testing for public safety	Section 509(a)(4)	
6	being operated for the benefit of a college or university which is owned or operated by a governmental unit	Sections 509(a)(1) and 170(b)(1)(A)(iv)	Part VII.—B
7	normally receiving a substantial part of its support from a governmental unit or from the general public	Sections 509(a)(1) and 170(b)(1)(A)(vi)	Part VII.—B
8	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)	Part VII.—B
9	being operated solely for the benefit of or in connection with one or more of the organizations described in 1 through 4, or 6, 7 and 8, above	Section 509(a)(3)	Part VII.—C

B.—Analysis of Financial Support

	(a) Most recent taxable year	(Years next preceding most recent taxable year)			(e) Total
		(b) 19.....	(c) 19.....	(d) 19.....	
1	Gifts, grants, and contributions received . . . . .				
2	Membership fees received . . . . .				
3	Gross receipts from admissions, sales of merchandise or services, or furnishing of facilities in any activity which is not an unrelated business within the meaning of section 513 . . . . .				
4	Gross income from interest, dividends, rents and royalties . . . . .				
5	Net income from organization's unrelated business activities . . . . .				
6	Tax revenues levied for and either paid to or expended on behalf of the organization . . . . .				
7	Value of services or facilities furnished by a governmental unit to the organization without charge (not including the value of services or facilities generally furnished the public without charge) . . . . .				
8	Other income (not including gain or loss from sale of capital assets)—attach schedule . . . . .				
9	Total of lines 1 through 8 . . . . .				
10	Line 9 less line 3 . . . . .				
11	Enter 2% of line 10, column (e) only . . . . .				

12 If the organization has received any unusual grants during any of the above taxable years, attach a list for each year showing the name of the contributor, the date and amount of grant, and a brief description of the nature of such grant. Do not include such grants in line 1 above. (See instructions)

B.—Analysis of Financial Support (Cont d)

13 If the organization's non-private foundation status is based upon:

- (a) Sections 509(a)(1) and 170(b)(1)(A)(iv) or (vi).—Attach a list showing the name and amount contributed by each person (other than a governmental unit or "publicly supported" organization) whose total gifts for the entire period exceed the amount shown on line 11.
- (b) Section 509(a)(2).—With respect to the amounts included on lines 1, 2, and 3, attach a list for each of the above years showing the name of and amount received from each person who is a "disqualified person."  
 With respect to the amount included in line 3, attach a list for each of the above years showing the name of and amount received from each payor (other than a "disqualified person") whose payments to the organization exceeded \$5,000. For this purpose, "payor" includes but is not limited to any organization described in sections 170(b)(1)(A)(i) through (vi) and any government agency or bureau.

C.—Supplemental Information Concerning Organizations Claiming Non-Private Foundation Status Under Section 509(a)(3)

1 Organizations supported by applicant organization:

Name and address of supported organization	Has the supported organization received a ruling or determination letter that it is not a private foundation by reason of sections 509(a)(1), or (2)?

2 What does the applicant organization do to support the above organizations?

3 In what way do the supported organizations operate, supervise, or control the applicant organization, or in what way are the supported and applicant organizations operated in connection with each other?

4 Is the applicant organization controlled directly or indirectly by one or more "disqualified persons" (other than one who is a disqualified person solely because he is a manager) or by an organization which is not described in section 509(a)(1) or (2)?  Yes  No

If "Yes," please explain.



Part VIII.—Basis for Status as a Private Operating Foundation

If the organization—

- (a) bases its claim to private operating foundation status upon normal and regular operations over a period of years; or
- (b) is newly created, set up as a private operating foundation, and has at least one year's experience;

complete the schedule below answering the questions under the income test and one of the three supplemental tests (assets, endowment, or support). If the organization does not have at least one year's experience, complete line 21. If the organization's private operating foundation status depends upon its normal and regular operations as described in (a) above, submit, as an additional attachment, data in tabular form corresponding to the schedule below for the three years next preceding the most recent taxable year.

Income Test	Most recent taxable year
1 Adjusted net income, as defined in section 4942(f) . . . . .	
2 Qualifying distributions:	
(a) Amounts (including administrative expenses) paid directly for the active conduct of the activities for which organized and operated under section 501(c)(3) (attach schedule) . . . . .	
(b) Amounts paid to acquire assets to be used (or held for use) directly in carrying out purposes described in sections 170(c)(1) or 170(c)(2)(B) (attach schedule) . . . . .	
(c) Amounts set aside for specific projects which are for purposes described in section 170(c)(1) or 170(c)(2)(B) (attach schedule) . . . . .	
(d) Total qualifying distributions (add lines 2(a), (b), and (c)) . . . . .	
3 Percentage of qualifying distributions to adjusted net income (divide line 1 into line 2(d)—percentage must be at least 85 percent . . . . .	%
Assets Test	
4 Value of organization's assets used in activities that directly carry out the exempt purposes. Do not include assets held merely for investment or production of income (attach schedule) . . . . .	
5 Value of any corporate stock of corporation that is controlled by applicant organization and carries out its exempt purposes (attach statement describing such corporation) . . . . .	
6 Value of all qualifying assets (add lines 4 and 5) . . . . .	
7 Value of applicant organization's total assets . . . . .	
8 Percentage of qualifying assets to total assets (divide line 7 into line 6—percentage must exceed 65 percent) . . . . .	%
Endowment Test	
9 Value of assets not used (or held for use) directly in carrying out exempt purposes:	
(a) Monthly average of investment securities at fair market value . . . . .	
(b) Monthly average of cash balances . . . . .	
(c) Fair market value of all other investment property (attach schedule) . . . . .	
(d) Total (add lines 9(a), (b), and (c)) . . . . .	
10 Subtract acquisition indebtedness with respect to line 9 items (attach schedule) . . . . .	
11 Balance (line 9 less line 10) . . . . .	
12 Apply to line 11 a factor equal to two-thirds the current applicable percentage for the minimum investment return under section 4942(e)(3). Line 2(d) must equal or exceed the result of this computation . . . . .	
Support Test	
13 Applicant organization's support as defined in section 509(d) . . . . .	
14 Less—amount of gross investment income as defined in section 509(e) . . . . .	
15 Support for purposes of section 4942(j)(3)(B)(iii) . . . . .	
16 Support received from the general public, five or more exempt organizations, or a combination thereof (attach schedule) . . . . .	
17 For persons (other than exempt organizations) contributing more than 1 percent of line 15, enter the total amounts in excess of 1 percent of line 15 . . . . .	
18 Subtract line 17 from line 16 . . . . .	
19 Percentage of total support (divide line 15 into line 18—must be at least 85 percent) . . . . .	%
20 Does line 16 include support from an exempt organization which is in excess of 25 percent of the amount on line 15? . . . . . <input type="checkbox"/> Yes <input type="checkbox"/> No	
21 Newly created organizations with less than one year's experience: Attach a statement explaining how the organization is planning to satisfy the requirements of section 4942(j)(3) with respect to the income test and one of the supplemental tests during its first year's operation. Include a description of plans and arrangements, press clippings, public announcements, solicitations for funds, etc. <b>See Attachment C hereto.</b>	

SS-4 (3-69)

U.S. TREASURY DEPARTMENT—INTERNAL REVENUE SERVICE  
APPLICATION FOR EMPLOYER IDENTIFICATION NUMBER

1. NAME (TRUE name as distinguished from TRADE name.)

The Charles Koch Foundation, Inc.

2. TRADE NAME, IF ANY (Enter name under which business is operated, if different from item 1.)

3. ADDRESS OF PRINCIPAL PLACE OF BUSINESS (No. and Street, City, State, Zip Code)

P. O. Box 2256, Wichita, Kansas 67201

4. COUNTY OF BUSINESS LOCATION

Sedgwick

5. ORGANIZATION  
Check Type

Individual  Partnership  Corporation  
 Governmental  Nonprofit Organization  
 (See Instr. 5)  (See Instr. 5)

Other (specify e.g. estate, trust, etc.)

6. Ending Month & Accounting year  
Nov.

7. REASON FOR APPLYING (If "other" specify such as "Corporate structure Started Purchased change," "Acquired by gift or trust," etc.)  
 new business  going business  Other

8. Date you acquired or started business (Mo., day, year)  
12/ /74

9. First date you paid or will pay wages (Mo., day, year)

10. NATURE OF BUSINESS (See Instructions)

Private Operating Foundation

11. NUMBER OF EMPLOYEES —  
IF "NONE" ENTER "0"

Non-agricultural 2  
Agriculture 0

12. If nature of business is MANUFACTURING, list in order of their importance the principal products manufactured and the estimated percentage of the total value of all products which each represents.

A % PLEASE LEAVE BLANK  
R DO TA

B % C % FR FRC

13. Do you operate more than one place of business?  Yes  No

If "Yes," attach a list showing for each separate establishment:  
a. Name and address. b. Nature of business. c. Number of employees.

14. To whom do you sell most of your products or services?  
Business General Other  
 establishments  public  (Specify)

PLEASE LEAVE BLANK → Geo. Ind. Class Size Reas. for Appl. Bus. Bfr. Date

FORM SS-4 (3-69)  
PART 2

DO NOT DETACH ANY PART  
OF THIS FORM. SEND ALL COPIES TO  
INTERNAL REVENUE SERVICE

PLEASE LEAVE BLANK

NAME AND COMPLETE ADDRESS

1. Name (TRUE name as distinguished from TRADE name.)

The Charles Koch Foundation, Inc.

2. TRADE NAME, IF ANY (Enter name under which business is operated, if different from item 1.)

3. ADDRESS OF PRINCIPAL PLACE OF BUSINESS (No. and Street)

P. O. Box 2256  
(City, State, Zip Code)  
Wichita, Kansas 67201

4. COUNTY OF BUSINESS LOCATION

Sedgwick

5. ORGANIZATION  
Check Type

Individual  Partnership  Corporation  
 Governmental  Nonprofit Organization  
 (See Instr. 5)  (See Instr. 5)

Other (specify e.g. estate, trust, etc.)

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12/ /74

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10. NATURE OF BUSINESS (See Instructions)

Private Operating Foundation

11. NUMBER OF EMPLOYEES —  
IF "NONE" ENTER "0"

Non-agricultural 2  
Agriculture 0

12. Have you ever applied for an identification number for this or any other business?  No  Yes

If "Yes," enter name and trade name (if any). Also enter the approximate date, city, and state where you first applied and previous number if known.

DATE

SIGNATURE

TITLE

Director

Attachment C to  
Application for Determination  
for The Charles Koch Foundation,  
Inc. dated December 20, 1974

The Foundation is currently in the initial stages of development. It was duly incorporated as a not-for-profit corporation under the laws of Kansas on December \_\_, 1974, bylaws have been adopted and directors of the Foundation have been appointed. (See Attachment B.) The Foundation has been formed for two primary purposes:

1. Sponsoring or co-sponsoring and directing or co-directing scholarly conferences and symposia on questions primarily in the area of the social sciences.

2. The publication of out-of-print scholarly works principally in the areas of economics, education, history, law, and social philosophy.

Mr. George H. Pearson, a director of the Foundation, is presently engaged in the selection of topics for symposia, the initial contact with lecturers, scholars, educators and graduate students, and the arrangements for facilities. It is expected that the Foundation will sponsor a variety of symposia for periods ranging up to two weeks as well as seminars and planning sessions of shorter duration. As an illustration of the type of programs to be undertaken, included as Exhibit 1 to this Attachment is a description of the symposia recently sponsored by the Institute for Humane

Studies, Menlo Park, California, on the topic of "The Origins and Development of Property Rights." In addition to such inter-disciplinary symposia on broader topics, it is anticipated that three to five day seminars involving 10 to 20 scholars will be sponsored on more specific topics with papers distributed in advance for study by the participants, and that shorter conferences may be sponsored to allow review of the work of selected senior scholars by younger scholars and other interested persons. Included as Exhibits 2 and 3 to this Attachment are estimated budgets for conferences on more specific subjects and for planning sessions the Foundation may hold for groups of six to eight selected scholars to discuss which areas are most critically in need of attention and the availability of scholars or materials relevant to such areas. Where and as appropriate, the Foundation contemplates that symposia it sponsors will be open to graduate students and other interested persons and that papers and articles arising from activities it sponsors will be made available to any interested persons.

By way of illustration, as its first conference project, the Foundation currently contemplates a series of two or more two-day regional conferences covering one or more of the various areas in which the Austrian school of economics has made significant contributions. Attached as Exhibit 4 to Attachment C is a planning outline for such conferences, including a projected budget for each such conference.

A preliminary list of works that are under consideration for publication has been compiled and is attached as Exhibit 5 to this Attachment. These works have been selected for their believed value and importance, their current relative unavailability and the unlikelihood of reprinting or republication on a commercial basis. While it is difficult to estimate costs, it is believed that the amount of financial underwriting by the Foundation may range from no subsidy to as much as \$10,000 per book, depending upon the length of the book and the publisher's estimate of its marketability. The Foundation's current plans are to commence its republication program with Menger's Principles of Economics and Hayek's Pure Theory of Capital. Based on the discussions which have already been held with printers and binders, it is expected that the Foundation will have to provide a subsidy of approximately \$5000 for each of these books.

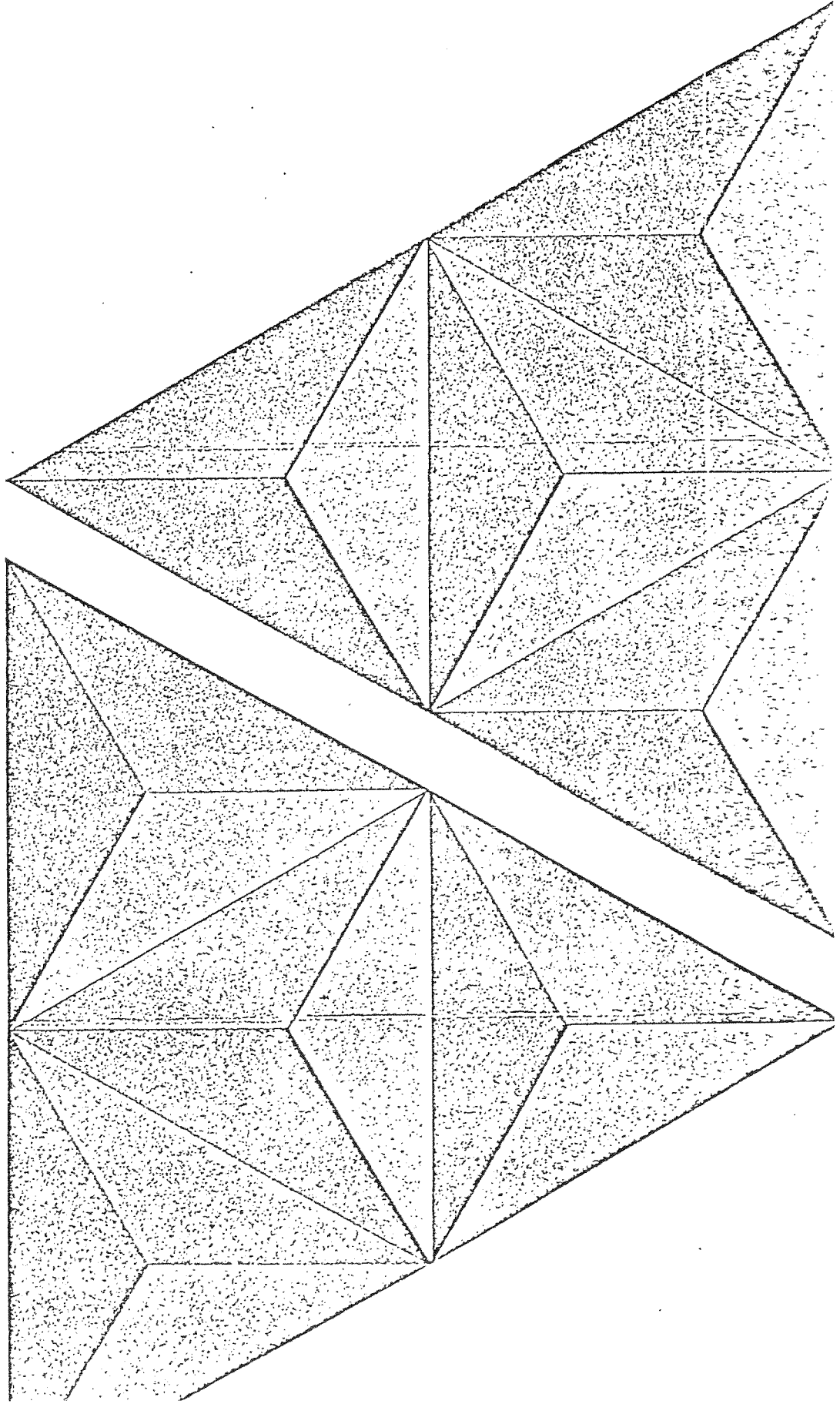
It is anticipated that contributions to the Foundation during its first fiscal year will consist of approximately \$40,000 in cash, approximately 10,000 to 15,000 shares of non-voting common stock of Koch Industries, Inc. and, possibly, shares of non-voting preferred stock of Koch Industries, Inc. Attached as Exhibit 6 to Attachment C are copies of letters of intended support from the two trusts listed above in answer to Question 1 of Part III and from Charles G. Koch, subject in the case of each of the

trusts to favorable action by the Internal Revenue Service on this Application.

It is anticipated that the Foundation will expend all of its adjusted net income each year on the programs described above and that the total amount of the income and corpus expended on such programs each year will equal at least the amount required to meet the so-called "endowment" test described in § 4942(j)(3)(B)(ii). The amount of income expected for the first year of the Foundation's existence is approximately \$1,000 in dividends from stock plus interest on other liquid assets pending their utilization in the Foundation's programs, but it is contemplated that the expenditures of the Foundation for the first year will not be less than \$20,000. These expenditures will be financed in part by additional contributions of cash and securities by one or more of the donors listed in Item 1 of Part III. Subject to the receipt of a favorable determination with respect to "private operating foundation" status, it is anticipated that the Foundation will receive additional cash and Koch Industries stock (see letters of intent attached) and will continue to operate at a similar or higher level of activity and expenditures in the future.

SYMPOSIUM ON  
ORIGINS  
AND DEVELOPMENT OF  
PROPERTY RIGHTS

JANUARY 17-20, 1975  
UNIVERSITY OF  
SAN FRANCISCO



## PROGRAM

The Institute for Humane Studies is sponsoring its third Symposium on Property, focused on the general theme of "The Origins and Development of Property Rights."

This program attempts to extend the work of two earlier symposiums on "Property and the Humane Economy" held during the summers of 1964 and 1966. Contributors to these symposiums, drawn from a variety of academic and other professional fields, spent several days discussing papers which they had prepared and distributed in advance to fellow conferees. A number of papers were subsequently published in professional journals and helped stimulate further scholarly research on property-right questions.

The Institute's supplementary programs have ranged from week-long instructional conferences for graduate students and teachers, to one-day seminars and lectures for professional people interested in more specialized subjects, such as eminent domain, proprietary communities, land use control, and conservation of wealth.

Among the pivotal questions in research on property, one stands out as warranting special attention: the premise or foundation for all property rights, namely, the basis on which a valid claim to property should be posited. As long as this and related issues remain unresolved or even unidentified, innumerable forms of social conflict will continue to generate insecurity and jeopardize freedom.

The Third Symposium on Property brings together a group of senior scholars to examine, from the vantage points of their several disciplines, the origins and theories of property claims, including their evolution in different times and places. They will meet to review their papers and exchange ideas at a conference scheduled for January 17-20, 1973, at the University of San Francisco. Other scholars who have offered their counsel or expressed an interest in the program are also being invited to attend. The chairman of the sessions will be Professor B.A. Rogge of Wabash College.

## SCHEDULE

Wednesday, January 17

### 4PM BOUNDARIES ON SOCIAL CONTRACT

James M. Buchanan

Virginia Polytechnic Institute

### 8PM JUSTICE IN PROPERTY RIGHTS: THEORY AND APPLICATION

Murray N. Rothbard

Polytechnic Institute of Brooklyn

Thursday, January 18

### 9AM THE SCOPE OF PROPERTY RIGHTS

James M. Smith

Fresno State University

### 11AM ENTREPRENEURIAL SOURCE OF PROPERTY RIGHTS

Israel M. Kirzner

New York University

### 4PM PROPERTY AND PREHISTORIC MAN: IMPERATIVES, UNIVERSALS, ALTERNATIVES

James W. Wiggins

Converse College

### 8PM PROPERTY PROTECTION IN PRIMITIVE SOCIETY: IMPLICATIONS FOR MODERN PROPRIETARY COMMUNITIES

Spencer H. MacCallum

Los Angeles

Friday, January 19

### 9AM PROPERTY AND THE FAMILY

Joseph Cropsey

University of Chicago

### 11AM PROPERTY RIGHTS IN MEDIEVAL, IRELAND: CELTIC LAW VERSUS CHURCH AND STATE

Joseph R. Peden

Baruch College, The City University of New York

### 4PM COMMUNAL AND INDIVIDUAL PROPERTY RIGHTS: PATTERNS OF TRANSITION IN SOUTHEAST ASIA

Justus M. van der Kroef

University of Bridgeport

### 8PM ENVIRONMENTAL POLICY AND PROPERTY RIGHTS

Edwin G. Dolan

Dartmouth College

Saturday, January 20

### 9AM THE USES AND ABUSES OF EMINENT DOMAIN

Arthur A. Shenfield

London

### 11AM THE ROOTS OF THE SUBSIDY SOCIETY

George F. Will

Washington, D.C.

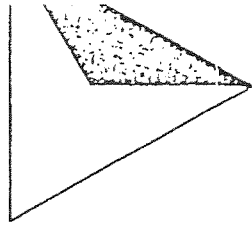
## SPONSOR

This symposium is sponsored by the Institute for Humane Studies, Inc., Menlo Park, California. Through seminars, symposiums, and other programs, the Institute seeks to serve scholars in all the humane sciences who are interested in basic research and in study for the strengthening of a free society.

## PARTICIPANTS

Attendance at the conference is by invitation only and will be limited to approximately forty persons. Board and room in a University residence hall will be available to symposiasts and guests. Inquiries should be addressed to:

Professor Robert L. Cunningham, Director  
Symposium on Property Rights  
University of San Francisco  
San Francisco, California 94117



The University of San Francisco was founded in 1863 by members of the Society of Jesus. The University includes colleges of Liberal Arts, Science, and Business Administration.



SAMPLE BUDGET  
FOR  
CONFERENCES AND SYMPOSIUMS

I. Conference Facilities		
\$15 to \$20 per person/day		
(for room and board)		
40 to 50 people		
5 to 8 days	\$ 3,000	- \$ 8,000
II. Travel		
Total participants-40 to 50 (average)	6,000	- 7,500
Lectures	1,000	- 3,000
III. Honoraria and Fees	3,500	- 5,000
IV. Director's Fee's	1,500	- 1,500
V. Overhead and Misc. Expenses	1,000	- 1,000
	<hr/>	<hr/>
	\$16,000	- \$26,000

SAMPLE BUDGET  
FOR  
PLANNING SESSION

(2 or 3 days)

I. Conference Facilities - (hotel)			
\$30 to \$40 per person/day - rooms	\$ 600	-	\$1,400
\$15 to \$25 per person/day - meals	300	-	900
\$100 to \$200 per day - meeting rooms	200	-	600
II. Honoraria			
\$200 to \$300 per person	1,200	-	2,400
6 to 8 persons			
III. Travel			
\$150 per person	1,500	-	1,800
10 to 12 persons			
	\$3,800	-	\$7,100

Prospectus for Series of Regional  
Conferences on Areas in Which Austrian  
School of Economics Has Made Significant  
Contributions

Format:

Two-day conference with approximately one and one-half days devoted to major presentation (original papers, etc.) on one of the topics listed below by a senior scholar identified with that area; major presentation to be followed by presentation of papers by two other scholars commenting on major presentation and a discussion/question and answer period; invitations to attend and participate to be extended to 30-40 graduate students and other participants within region, in addition to principal participants.

Topics and Possible Senior Scholars:

<u>Topic</u>	<u>Possible Senior Scholars</u>
Capital Theory	Hayek, Lackmann, O'Driscoll
Business Cycle	Lackmann, Hayek
Equilibrium Theory	Kirzner, Lackmann
Methodology	Rothbard, Kirzner

Regions and Possible Conference Directors (each of whom is a professor at the university indicated):

New England	Edwin G. Dolan - Dartmouth D. T. Armentano - University of Hartford
Central Seaboard	Laurence S. Moss - University of Virginia Walter E. Grinder - Rutgers University

Southeast	Karen I. Vaughn - University of Tennessee William F. Campbell - Louisiana State University
South Central	Svetozar Pejovich - University of Dallas
North Central	Gerald O'Driscoll - Iowa State University
Southwest	Milton H. Shapiro - California State Polytechnic University
Northwest	Joseph Michael Sharp - Univer- sity of Washington

Proposed Budget (per conference):

Major presentation by Senior scholar	\$1,500
Two commentators, or subsidiary papers (\$250 each)	500
Conference director	500
General expenses, rent, meals, etc.	500
Travel aid for students and other participants	2,000
	<hr/>
Total:	\$5,000

OUT-OF-PRINT BOOKS

ANTHONY, J. Garner

Hawaii Under Army Rule, Stanford Univ.  
Press, 1955, 203 pp.

BAKER, John R.

Science and the Planned State,  
Macmillan, 1945, 120 pp.

BERLIN, Isiah

Historical Inevitability, Oxford  
Univ. Press, 1954, 79 pp.

BROWN, Robert E.

Formation of the American Constitution

BURGESS, John W

The Reconciliation of Government  
with Liberty,  
Scribners, 1915, 394 pp.

CHODOROV, Frank

One is a Crowd

DeMOLINARI, Gustave

The Society of Tomorrow, Longmans, 1904

- CLINT, Robert  
Socialism - Lippincott, 1895-1908, 512 pp.
- HARRIS, S. Hutchinson  
Auberon Herbert: Crusader for Liberty, Williams & Norgate, 1943, 382 pp.
- HAYEK, F.A.  
The Political Ideal of the Rule of Law. National Bank of Egypt, 1955, 79 pp.
- HAYEK, F.A.  
The Pure Theory of Capital, Univ. of Chicago Press, 1952, 485 pp. ✓
- HAZLITT, Henry  
Critics of Keynesian Economics. D. Van Nostrand Co., 1960, 435 pp.
- HEARNSHAW, F.V.C.  
A Survey of Socialism: Analytical, Historical and Critical, Macmillan 1929, 473 pp.
- HERBERT, Auberon  
The Voluntarists Creed - Oxford University Press, 1908, 107 pp.
- HOFF, Trygvie  
Economic Calculation in the Socialist Society. William Hodge, 1949, 271 pp.
- HUTT, W. H.  
Keynesianism: Retrospect & Prospect, Regnery, 1963, 458 pp.
- JOSEPH, H.W.B.  
The Labor Theory of Value in Karl Marx, Oxford Univ. Press, 1923, 176 pp.
- JOUVENEL, Bertrand de  
The Ethics of Redistribution, Cambridge Univ. Press, 1951, 91 pp.
- KIRZNER, Israel M.  
The Economic Point of View, Van Nostrand, 1960, 243 pp.
- KIRZNER, Israel M.  
Market Theory and the Price System, Von Nostrand, 1963, 335 pp.

Out-of-Print Books

Page 3.

LaBON, Gustavo

The Psychology of Socialism, London:  
Unwin, 1909, 489 pp.

LaBOETIE, Etienne de

Kurz: Anti-Dictator ✓

LACY, Mary

Food Control During Forty Centuries, ✓  
Scientific American, June, 1923, 14 pp.

LECKY, W.E.H.

Democracy and Liberty, Longmans, Green, 1895  
1169 (2 volumes)

LETWIN, William

Law and Economic Policy in America

von MISES, Ludwig

Epistemological Problems of Economics, ✓  
Van Nostrand, 1960, 262 pp.

von MISES, Ludwig

The Free and Prosperous Commonwealth, ✓  
Van Nostrand,

vonMISES, Ludwig

The Ultimate Foundation of Economic Science,  
Van Nostrand, 1962, 157 pp.

MENGER, Carl

Principles of Economics ✓

MORLEY, Felix (ed.)

The Necessary Conditions for a Free Society,  
Van Nostrand, 1963, 255 pp.

OPPENHEIMER, Franz

The State, Huebsch, 1922, 302 pp. ✓

PETRO, Sylvester

The Labor Policy of the Free Society,  
Ronald Press, 1957, 347 pp.

POUND, Roscoe

Administrative Law, Univ. of Pennsylvania Press, 1942, 138 pp.

POUND, Roscoe

New Paths of the Law, University of Nebraska Press, 1950, 69 pp.

RICKERT, Heinrich

Science & History: A Critique of Positivist Epistemology, Van Nostrand, 1962, 182 pp.

RIPPY, J. Fred

Globe and Hemisphere, Regenery, 1958, 287 pp.

ROBBINS, Lionel

The Economic Problem in Peace and War, London: Macmillan, 1947, 86 pp.

ROBBINS, Lionel

The Theory of Economic Policy in English Classic Political Economy, Macmillan, 1952, 217 pp.

ROBBINS, Lionel

Wages, London: Jarrolds, 1925, 94 pp.

SCHOECK, Helmut & Wiggins, James W.

Central Planning and Neomercantilism, Van Nostrand, 1964, 239 pp.

SCHOECK & WIGGINS

Foreign Aid Re-examined, Public Affairs Press, 1958, 254 pages

SCHOECK & WIGGINS

Psychiatry and Responsibility, Van Nostrand 1963, 276 pp.

SCHOECK & WIGGINS

New Argument in Economics, Van Nostrand, 1963, 276 pp.



CHATZ, Albert

L Individualisme Economique Et Social,  
Paris, A. Colin, 1907 - 590 pp.

SCHOECK & WIGGINS

Relativism & the Study of Man,  
Van Nostrand, 1961, 269 pp.

SENNHOLZ, Mary (ed.)

On Freedom and Free Enterprise,  
Van Nostrand, 1956, 333 pp.

SNYDER, Carl

Capitalism the Creator, Macmillan,  
1940, 473 pp.

SENNHOLZ, Hans

How Can Europe Survive? Van Nostrand,  
1955, 336 pp.

SUMNER, William Graham

Some of his selected essays

JULZBACH, Walter

Capitalist Warmongers, Univ. of Chicago  
Press, 1942

SZASZ, Thomas

Law, Liberty & Psychiatry

TALMON, J.L.

Political Messianism - The Romantic Phase

TERBORGH, George

The Bogey of Economic Maturity, Chicago  
Machinery & Allied Products Institute,  
1945, 263 pp.

TOLSTOL, Leon

Part I What is to be Done  
Part II Life

WASSON, R. Gordon

The Hall Carbine Affair, New York,  
Pandick Press, 1941, 1948, 190 pp.

**Authorization and Declaration**  
(See the separate Instructions for Forms 2848 and 2848-D.)

**Part I—TAX INFORMATION AUTHORIZATION**

Name, address including ZIP code, and identifying number of taxpayer(s)

**The Charles Koch Foundation, Inc.** (Form SS-4 attached)  
**P. O. Box 2256**  
**Wichita, Kansas 67201**

hereby authorizes (Name, address including ZIP code, and telephone number of representative(s))

**Wm. L. Burke** )  
**David R. Tillinghast** ) all of **Hughes Hubbard & Reed**  
**Jerome I. Rosenberg** ) **One Wall Street**  
**New York, New York 10005**  
**(212) 943-6500**

to receive from or inspect confidential tax information in any office of the Internal Revenue Service with respect to the following Internal Revenue tax matter(s) (specify the type(s) of tax and year(s) or period(s)):

**Application for Recognition of Exemption under Section 501(c)(3) and Private Operating Foundation status under Section 4942(j)(3)**

Copies of notices and other written communications addressed to the taxpayer(s) in proceedings involving the above matters should be sent to (Name, address including ZIP code, and telephone number):

**Wm. L. Burke, Hughes Hubbard & Reed, One Wall Street, New York,**  
**and New York 10005 (212) 943-6500**

This tax information authorization revokes all prior tax information authorizations on file with the same Internal Revenue office with respect to the same matters and years or periods covered by this instrument, except the following:

.....  
(Specify to whom granted, date, and address including ZIP code, or refer to attached copies of prior authorizations)

This tax information authorization does NOT revoke any prior powers of attorney on file with the same Internal Revenue office with respect to the same matters and years or periods covered by this instrument, except the following:

.....  
(Specify to whom granted, date, and address including ZIP code)

Signature of or for taxpayer(s)

If signed by a corporate officer, partner, or fiduciary on behalf of the taxpayer, I certify that I have the authority to execute this tax information authorization on behalf of the taxpayer.

.....  
(Signature)

**Director**  
(Title, if applicable)

**December 20, 1974**  
(Date)

.....  
(Signature)

.....  
(Title, if applicable)

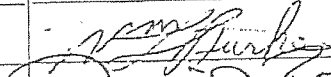
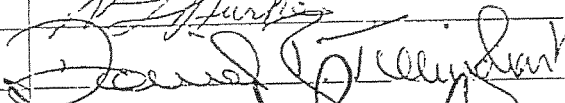
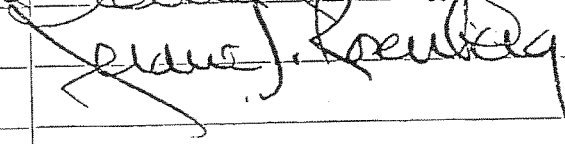
.....  
(Date)

Part II—DECLARATION BY ATTORNEY, CERTIFIED PUBLIC ACCOUNTANT, OR ENROLLED AGENT

Name, address including ZIP code, and telephone number of representative(s) (not required if stated in Part I)

I declare that I am not currently under suspension or disbarment from practice before the Internal Revenue Service, that  
 I am a member in good standing of the bar of the highest court of the jurisdiction indicated below; or  
 I am duly qualified to practice as a certified public accountant in the jurisdiction indicated below; or  
 I am enrolled as an agent pursuant to the requirements of Treasury Department Circular No. 230;

And that I am authorized to represent .....The Charles Koch Foundation, Inc......

Designation (Attorney, C.P.A., or Agent)	Jurisdiction (State, etc.) or Enrollment Card Number	Signature	Date
Attorney	New York		12/20/74
Attorney	New York		12/20/74
Attorney	New York		12/20/74