

Return of Organization Exempt From Income Tax

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

2006

Open to Public Inspection

Department of the Treasury Internal Revenue Service

The organization may have to use a copy of this return to satisfy state reporting requirements

A For the 2006 calendar year, or tax year beginning, 2006, and ending

B Check if applicable: Address change, Name change, Initial return, Final return, Amended return, Application pending. C REIKI ALLIANCE, 204 N CHESTNUT, KELLOGG, ID 83837. D Employer Identification Number: 82-0419428. E Telephone number: 208-783-3535. F Accounting method: Cash, Accrual, Other (specify).

Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

H and I are not applicable to section 527 organizations. H (a) Is this a group return for affiliates? Yes No. H (b) If 'Yes,' enter number of affiliates. H (c) Are all affiliates included? Yes No. H (d) Is this a separate return filed by an organization covered by a group ruling? Yes No.

G Web site: WWW.REIKIALLIANCE.ORG

J Organization type (check only one): [X] 501(c) 3 (insert no) 4947(a)(1) or 527

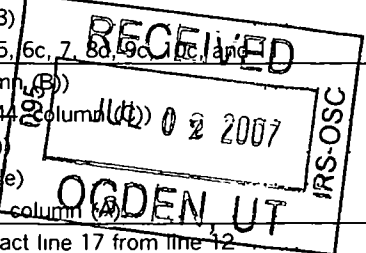
K Check here if the organization is not a 509(a)(3) supporting organization and its gross receipts are normally not more than \$25,000. A return is not required, but if the organization chooses to file a return, be sure to file a complete return.

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12: 447,860.

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances (See the instructions.)

Table with 21 rows and 4 columns: Line number, Description, (A) Securities, (B) Other. Includes revenue from contributions, program services, and expenses, totaling 151,123.

SCANNED JUL 27 2007



Handwritten number 917 and a checkmark.

Part II Statement of Functional Expenses All organizations must complete column (A) Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others.

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I	(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22a Grants paid from donor advised funds (attach sch) (cash \$ _____ non-cash \$ _____) If this amount includes foreign grants, check here <input type="checkbox"/>	22a			
22b Other grants and allocations (att sch) (cash \$ 13,652. non-cash \$ _____) If this amount includes foreign grants, check here <input checked="" type="checkbox"/>	22b	13,652.	13,652.	
23 Specific assistance to individuals (attach schedule)	23			
24 Benefits paid to or for members (attach schedule)	24			
25a Compensation of current officers, directors, key employees, etc listed in Part V-A (attach sch) SEE STMT 3	25a	21,100.	0.	21,100.
b Compensation of former officers, directors, key employees, etc listed in Part V-B (attach sch)	25b	0.	0.	0.
c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)	25c	0.	0.	0.
26 Salaries and wages of employees not included on lines 25a, b, and c	26			
27 Pension plan contributions not included on lines 25a, b, and c	27			
28 Employee benefits not included on lines 25a - 27	28			
29 Payroll taxes	29			
30 Professional fundraising fees	30			
31 Accounting fees	31	30,011.		30,011.
32 Legal fees	32			
33 Supplies	33	7,904.	5,413.	2,491.
34 Telephone	34	9,603.		9,603.
35 Postage and shipping	35	3,776.	1,707.	2,069.
36 Occupancy	36			
37 Equipment rental and maintenance	37	8,637.	8,637.	
38 Printing and publications	38	22,546.	19,561.	2,985.
39 Travel	39	56,319.	19,880.	36,439.
40 Conferences, conventions, and meetings	40	13,729.		13,729.
41 Interest	41			
42 Depreciation, depletion, etc (attach schedule)	42	1,456.		1,456.
43 Other expenses not covered above (itemize)				
a SEE STATEMENT 4	43a	282,120.	175,741.	106,379.
b -----	43b			
c -----	43c			
d -----	43d			
e -----	43e			
f -----	43f			
g -----	43g			
44 Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B) - (D), carry these totals to lines 13 - 15)	44	470,853.	244,591.	226,262.

Joint Costs. Check if you are following SOP 98-2

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? Yes No
 If 'Yes,' enter (i) the aggregate amount of these joint costs \$ _____, (ii) the amount allocated to Program services \$ _____, (iii) the amount allocated to Management and general \$ _____, and (iv) the amount allocated to Fundraising \$ _____

Part III Statement of Program Service Accomplishments

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

What is the organization's primary exempt purpose? ▶ <u>SUPPORT MEMBERS AS REIKI TEACHERS</u> All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)	Program Service Expenses (Required for 501(c)(3) and (4) organizations and 4947(a)(1) trusts, but optional for others.)
a <u>ANNUAL CONFERENCE HELD; MEMBERS ATTEND SO THEY CAN GO TO WORKSHOPS, LECTURES AND FORUMS FOR DISCUSSION AND TRAINING ON THE TEACHINGS OF REIKI.</u> ----- ----- ----- (Grants and allocations \$ <u>13,652.</u>) If this amount includes foreign grants, check here ▶ <input checked="" type="checkbox"/>	194,161.
b <u>MEMBER NEWSLETTER</u> ----- ----- ----- (Grants and allocations \$) If this amount includes foreign grants, check here ▶ <input type="checkbox"/>	50,430.
c ----- ----- ----- (Grants and allocations \$) If this amount includes foreign grants, check here ▶ <input type="checkbox"/>	
d ----- ----- ----- (Grants and allocations \$) If this amount includes foreign grants, check here ▶ <input type="checkbox"/>	
e Other program services (Grants and allocations \$) If this amount includes foreign grants, check here ▶ <input type="checkbox"/>	
f Total of Program Service Expenses (should equal line 44, column (B), Program services) ▶	244,591.

Part IV Balance Sheets (See the instructions.)

Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.

		(A) Beginning of year		(B) End of year
ASSETS	45 Cash – non-interest-bearing	94,969.	45	76,770.
	46 Savings and temporary cash investments		46	
	47 a Accounts receivable	34,474.		
	b Less allowance for doubtful accounts		47 c	34,474.
	48 a Pledges receivable			
	b Less allowance for doubtful accounts		48 c	
	49 Grants receivable		49	
	50 a Receivables from current and former officers, directors, trustees, and key employees (attach schedule)		50 a	
	b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)		50 b	
	51 a Other notes and loans receivable (attach schedule)			
	b Less: allowance for doubtful accounts		51 c	
	52 Inventories for sale or use		52	
	53 Prepaid expenses and deferred charges		53	
	54 a Investments – publicly-traded securities	▶ <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54 a
	b Investments – other securities (attach sch)	▶ <input type="checkbox"/> Cost <input type="checkbox"/> FMV		54 b
	55 a Investments – land, buildings, & equipment basis	55 a		
	b Less accumulated depreciation (attach schedule)	55 b		55 c
	56 Investments – other (attach schedule)		56	
	57 a Land, buildings, and equipment: basis	57 a 117,388.		
b Less accumulated depreciation (attach schedule) STATEMENT 5	57 b 75,030.	43,814.	57 c 42,358.	
58 Other assets, including program-related investments (describe ▶ <u>SEE STATEMENT 6</u>)			58 27,547.	
59 Total assets (must equal line 74). Add lines 45 through 58		216,452.	59 181,149.	
LIABILITIES	60 Accounts payable and accrued expenses	5,761.	60	
	61 Grants payable		61	
	62 Deferred revenue	16,751.	62	30,026.
	63 Loans from officers, directors, trustees, and key employees (attach schedule)		63	
	64 a Tax-exempt bond liabilities (attach schedule)		64 a	
	b Mortgages and other notes payable (attach schedule)	27,765.	64 b	
	65 Other liabilities (describe ▶ _____)	1.	65	
66 Total liabilities. Add lines 60 through 65		50,278.	66 30,026.	
NET ASSETS OR FUND BALANCES	Organizations that follow SFAS 117, check here ▶ <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74			
	67 Unrestricted	166,174.	67	151,123.
	68 Temporarily restricted		68	
	69 Permanently restricted		69	
	Organizations that do not follow SFAS 117, check here ▶ <input type="checkbox"/> and complete lines 70 through 74			
	70 Capital stock, trust principal, or current funds		70	
	71 Paid-in or capital surplus, or land, building, and equipment fund		71	
	72 Retained earnings, endowment, accumulated income, or other funds		72	
73 Total net assets or fund balances. Add lines 67 through 69 or lines 70 through 72 (Column (A) must equal line 19 and column (B) must equal line 21).	166,174.	73	151,123.	
74 Total liabilities and net assets/fund balances. Add lines 66 and 73	216,452.	74	181,149.	

Part IV-A Reconciliation of Revenue per Audited Financial Statements with Revenue per Return (See the instructions.)

a	Total revenue, gains, and other support per audited financial statements		a	N/A
b	Amounts included on line a but not on Part I, line 12			
	1 Net unrealized gains on investments	b1		
	2 Donated services and use of facilities	b2		
	3 Recoveries of prior year grants	b3		
	4 Other (specify) _____	b4		
	Add lines b1 through b4		b	
c	Subtract line b from line a		c	
d	Amounts included on Part I, line 12, but not on line a :			
	1 Investment expenses not included on Part I, line 6b	d1		
	2 Other (specify) _____	d2		
	Add lines d1 and d2		d	
e	Total revenue (Part I, line 12) Add lines c and d		e	

Part IV-B Reconciliation of Expenses per Audited Financial Statements with Expenses per Return

a	Total expenses and losses per audited financial statements		a	N/A
b	Amounts included on line a but not on Part I, line 17:			
	1 Donated services and use of facilities	b1		
	2 Prior year adjustments reported on Part I, line 20	b2		
	3 Losses reported on Part I, line 20	b3		
	4 Other (specify): _____	b4		
	Add lines b1 through b4		b	
c	Subtract line b from line a		c	
d	Amounts included on Part I, line 17, but not on line a :			
	1 Investment expenses not included on Part I, line 6b	d1		
	2 Other (specify): _____	d2		
	Add lines d1 and d2		d	
e	Total expenses (Part I, line 17) Add lines c and d		e	

Part V-A Current Officers, Directors, Trustees, and Key Employees (List each person who was an officer, director, trustee, or key employee at any time during the year even if they were not compensated.) (See the instructions.)

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (if not paid, enter -0-)	(D) Contributions to employee benefit plans and deferred compensation plans	(E) Expense account and other allowances
ROB ROELANTS MONT GREMOI LES GRANGES CHATEAU, 71250 FRANCE	PRESIDENT 5	0.	0.	0.
ROLF BIERI 6946 PONTE CAPRIASCA VIA TRE CILIEGI, SWITZERLAND	TREASURER 5	0.	0.	0.
BONNIE BARKER PO BOX 111 CATALDO, ID 83810-0111	SECRETARY 20	21,100.	0.	0.
WINTHROP WILSHIRE ST JAMES, PORT OF PRINCE , TRINIDAD & TOBAGO	VICE PRESIDENT 5	0.	0.	0.
ROOSJE RENDERING 9475 BORKENES STORJORDA, NORWAY	VICE PRESIDENT 5	0.	0.	0.

Part VI Other Information (continued)		Yes	No
82 a Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?			X
b If 'Yes,' you may indicate the value of these items here. Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.)	82 b	N/A	
83 a Did the organization comply with the public inspection requirements for returns and exemption applications?	83 a	X	
b Did the organization comply with the disclosure requirements relating to <i>quid pro quo</i> contributions?	83 b	X	
84 a Did the organization solicit any contributions or gifts that were not tax deductible?	84 a		X
b If 'Yes,' did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	84 b	N/A	
85 501(c)(4), (5), or (6) organizations a Were substantially all dues nondeductible by members?	85 a	N/A	
b Did the organization make only in-house lobbying expenditures of \$2,000 or less?	85 b	N/A	
If 'Yes' was answered to either 85a or 85b, do not complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.			
c Dues, assessments, and similar amounts from members	85 c	N/A	
d Section 162(e) lobbying and political expenditures	85 d	N/A	
e Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85 e	N/A	
f Taxable amount of lobbying and political expenditures (line 85d less 85e)	85 f	N/A	
g Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?	85 g		N/A
h If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?	85 h		N/A
86 501(c)(7) organizations Enter: a Initiation fees and capital contributions included on line 12	86 a	N/A	
b Gross receipts, included on line 12, for public use of club facilities	86 b	N/A	
87 501(c)(12) organizations Enter: a Gross income from members or shareholders	87 a	N/A	
b Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	87 b	N/A	
88 a At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If 'Yes,' complete Part IX.	88 a		X
b At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If 'Yes,' complete Part XI.	88 b		X
89 a 501(c)(3) organizations. Enter: Amount of tax imposed on the organization during the year under section 4911 <u>0.</u> , section 4912 <u>0.</u> ; section 4955 <u>0.</u>			
b 501(c)(3) and 501(c)(4) organizations. Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If 'Yes,' attach a statement explaining each transaction.	89 b		X
c Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 <u>0.</u>			
d Enter: Amount of tax on line 89c, above, reimbursed by the organization <u>0.</u>			
e All organizations. At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?	89 e		X
f All organizations. Did the organization acquire a direct or indirect interest in any applicable insurance contract?	89 f		X
g For supporting organizations and sponsoring organizations maintaining donor advised funds. Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?	89 g		X
90 a List the states with which a copy of this return is filed <u>NONE</u>			
b Number of employees employed in the pay period that includes March 12, 2006 (See instructions)	90 b		0
91 a The books are in care of <u>RHONDA KAYS</u> Telephone number <u>208-783-3535</u> Located at <u>204 N CHESTNUT, KELLOGG ID</u> ZIP + 4 <u>83837</u>			
b At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If 'Yes,' enter the name of the foreign country <u>NETHERLANDS & GERMANY</u>	91 b	X	
See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.			

Part VI Other Information (continued)

c At any time during the calendar year, did the organization maintain an office outside of the United States?

	Yes	No
91 c		X

If 'Yes,' enter the name of the foreign country

92 Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041 - Check here

N/A

and enter the amount of tax-exempt interest received or accrued during the tax year

92 N/A

Part VII Analysis of Income-Producing Activities (See the instructions.)

Note: Enter gross amounts unless otherwise indicated

	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
93 Program service revenue					
a ANNUAL CONFERENCE					214,800.
b					
c					
d					
e					
f Medicare/Medicaid payments					
g Fees & contracts from government agencies					
94 Membership dues and assessments					198,834.
95 Interest on savings & temporary cash invmnts			14	1.	
96 Dividends & interest from securities					
97 Net rental income or (loss) from real estate					
a debt-financed property					
b not debt-financed property					
98 Net rental income or (loss) from pers prop					
99 Other investment income					
100 Gain or (loss) from sales of assets other than inventory			3	14,420.	
101 Net income or (loss) from special events					
102 Gross profit or (loss) from sales of inventory					
103 Other revenue: a					
b OTHER REVENUE			1	1,317.	
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))				15,738.	413,634.
105 Total (add line 104, columns (B), (D), and (E))					429,372.

Note: Line 105 plus line 1d, Part I, should equal the amount on line 12, Part I

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes (See the instructions.)

Line No.	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes)
	MEMBERS JOIN AND AN ANNUAL CONFERENCE IS HELD SO THAT MEMBERS CAN GO TO WORKSHOPS, LECTURES, AND FORUMS FOR DISCUSSION AND TRAINING ON THE TEACHINGS OF THE REIKI.

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities (See the instructions.)

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest
N/A	%
	%
	%
	%

Part X Information Regarding Transfers Associated with

a Did the organization, during the year, receive any funds, directly or indirectly, to pay

b Did the organization, during the year, pay premiums, directly or indirectly

Note: If 'Yes' to (b), file Form 8870 and Form 4720 (see instructions)

Part XI Information Regarding Transfers To and From Controlled Entities. Complete only if the organization is a controlling organization as defined in section 512(b)(13).

106 Did the reporting organization **make** any transfers to a controlled entity as defined in section 512(b)(13) of the Code? If 'Yes,' complete the schedule below for each controlled entity

Yes	No
	X

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a	-----			
b	-----			
c	-----			
Totals				

107 Did the reporting organization **receive** any transfers from a controlled entity as defined in section 512(b)(13) of the Code? If 'Yes,' complete the schedule below for each controlled entity

Yes	No
	X

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a	-----			
b	-----			
c	-----			
Totals				

108 Did the organization have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in question 107 above?

Yes	No
	X

Please Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature of officer: Bonnie Barker Date: 6/27/07

Type or print name and title: BONNIE BARKER - SECRETARY BOARD OF DIRECTORS

Paid Preparer's Use Only

Preparer's signature: [Signature] Date: 6/27/07 Check if self-employed: Preparer's SSN or PTIN (See General Instruction W): P00073738

Firm's name (or yours if self-employed), address, and ZIP + 4: MAGNUSON, MCHUGH & COMPANY, P.A.
1121 MULLAN AVE.
COEUR D'ALENE, ID 83814

EIN: 82-0331228 Phone no: 208-765-9500

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Organization Exempt Under
Section 501(c)(3)

(Except Private Foundation) and Section 501(e), 501(f), 501(k),
501(n), or 4947(a)(1) Nonexempt Charitable Trust

Supplementary Information — (See separate instructions.)

▶ **MUST be completed by the above organizations and attached to their Form 990 or 990-EZ.**

OMB No 1545-0047

2006

Name of the organization

REIKI ALLIANCE

Employer identification number

82-0419428

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees
(See instructions. List each one. If there are none, enter 'None.')

(a) Name and address of each employee paid more than \$50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account and other allowances
NONE				
Total number of other employees paid over \$50,000 ▶	0			

Part II – A Compensation of the Five Highest Paid Independent Contractors for Professional Services
(See instructions. List each one (whether individuals or firms). If there are none, enter 'None.')

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over \$50,000 for professional services ▶	0	

Part II – B Compensation of the Five Highest Paid Independent Contractors for Other Services
(List each contractor who performed services other than professional services, whether individuals or firms. If there are none, enter 'None.' See instructions.)

(a) Name and address of each independent contractor paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Total number of other contractors receiving over \$50,000 for other services ▶	0	

Part III Statements About Activities (See instructions.)

Yes No

1 During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If 'Yes,' enter the total expenses paid or incurred in connection with the lobbying activities ▶ \$ N/A
(Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.)

1 X

Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A. Other organizations checking 'Yes' must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.

2 During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? (If the answer to any question is 'Yes,' attach a detailed statement explaining the transactions.)

a Sale, exchange, or leasing of property?

2a X

b Lending of money or other extension of credit?

2b X

c Furnishing of goods, services, or facilities?

2c X

SEE FORM 990, PART V

d Payment of compensation (or payment or reimbursement of expenses if more than \$1,000)?

2d X

e Transfer of any part of its income or assets?

2e X

3a Did the organization make grants for scholarships, fellowships, student loans, etc? (If 'Yes,' attach an explanation of how the organization determines that recipients qualify to receive payments.)

3a X

b Did the organization have a section 403(b) annuity plan for its employees?

3b X

c Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If 'Yes,' attach a detailed statement.

3c X

d Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?

3d X

4a Did the organization maintain any donor advised funds? If 'Yes,' complete lines 4b through 4g. If 'No,' complete lines 4f and 4g.

4a X

b Did the organization make any taxable distributions under section 4966?

4b X

c Did the organization make a distribution to a donor, donor advisor, or related person?

4c X

d Enter the total number of donor advised funds owned at the end of the tax year ▶ _____

e Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year ▶ _____

f Enter the total number of separate funds or accounts owned at the end of the tax year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts ▶ _____

g Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year ▶ _____

Part IV Reason for Non-Private Foundation Status (See instructions.)

I certify that the organization is not a private foundation because it is (Please check only **ONE** applicable box)

- 5 A church, convention of churches, or association of churches. Section 170(b)(1)(A)(i)
- 6 A school. Section 170(b)(1)(A)(ii). (Also complete Part V)
- 7 A hospital or a cooperative hospital service organization Section 170(b)(1)(A)(iii)
- 8 A federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v)
- 9 A medical research organization operated in conjunction with a hospital Section 170(b)(1)(A)(iii) **Enter the hospital's name, city, and state** ▶ _____
- 10 An organization operated for the benefit of a college or university owned or operated by a governmental unit Section 170(b)(1)(A)(iv) (Also complete the **Support Schedule** in Part IV-A)
- 11 a An organization that normally receives a substantial part of its support from a governmental unit or from the general public Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A)
- 11 b A community trust Section 170(b)(1)(A)(vi) (Also complete the **Support Schedule** in Part IV-A)
- 12 An organization that normally receives **(1) more than 33-1/3%** of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc, functions – subject to certain exceptions, and **(2) no more than 33-1/3%** of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975 See section 509(a)(2) (Also complete the **Support Schedule** in Part IV-A)
- 13 An organization that is not controlled by any disqualified persons (other than foundation managers) and otherwise meets the requirements of section 509(a)(3) Check the box that describes the type of supporting organization ▶
 Type I Type II Type III-Functionally Integrated Type III-Other

Provide the following information about the supported organizations. (See instructions)

(a) Name(s) of supported organization(s)	(b) Employer identification number (EIN)	(c) Type of organization (described in lines 5 through 12 above or IRC section)	(d) Is the supported organization listed in the supporting organization's governing documents?		(e) Amount of support
			Yes	No	
Total					0.

- 14 An organization organized and operated to test for public safety Section 509(a)(4) (See instructions)

BAA

Part IV-A Support Schedule (Complete only if you checked a box on line 10, 11, or 12) *Use cash method of accounting.*

Note: You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting

Calendar year (or fiscal year beginning in)	(a) 2005	(b) 2004	(c) 2003	(d) 2002	(e) Total
15 Gifts, grants, and contributions received. (Do not include unusual grants. See line 28.)	2,100.	3,509.	4,246.	10,911.	20,766.
16 Membership fees received	300,099.	105,705.	150,955.	167,999.	724,758.
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc., purpose	22,213.	137,307.			159,520.
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975			228.	1,427.	1,655.
19 Net income from unrelated business activities not included in line 18					0.
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					0.
21 The value of services or facilities furnished to the organization by a governmental unit without charge. Do not include the value of services or facilities generally furnished to the public without charge.					0.
22 Other income. Attach a schedule. Do not include gain or (loss) from sale of capital assets					0.
23 Total of lines 15 through 22	324,412.	246,521.	155,429.	180,337.	906,699.
24 Line 23 minus line 17	302,199.	109,214.	155,429.	180,337.	747,179.
25 Enter 1% of line 23	3,244.	2,465.	1,554.	1,803.	

26 Organizations described on lines 10 or 11:	a Enter 2% of amount in column (e), line 24	N/A	▶ 26a	
	b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 2002 through 2005 exceeded the amount shown in line 26a. Do not file this list with your return. Enter the total of all these excess amounts		▶ 26b	
	c Total support for section 509(a)(1) test. Enter line 24, column (e)		▶ 26c	
	d Add. Amounts from column (e) for lines	18 _____ 19 _____ 22 _____ 26b _____	▶ 26d	
	e Public support (line 26c minus line 26d total)		▶ 26e	
	f Public support percentage (line 26e (numerator) divided by line 26c (denominator))		▶ 26f	%

27 Organizations described on line 12:	a For amounts included in lines 15, 16, and 17 that were received from a 'disqualified person,' prepare a list for your records to show the name of, and total amounts received in each year from, each 'disqualified person.' Do not file this list with your return. Enter the sum of such amounts for each year (2005) _____ 0. (2004) _____ 0. (2003) _____ 0. (2002) _____ 0.		
	b For any amount included in line 17 that was received from each person (other than 'disqualified persons'), prepare a list for your records to show the name of, and amount received for each year, that was more than the larger of (1) the amount on line 25 for the year or (2) \$5,000. (Include in the list organizations described in lines 5 through 11b, as well as individuals.) Do not file this list with your return. After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year (2005) _____ 0. (2004) _____ 0. (2003) _____ 0. (2002) _____ 0.		
	c Add. Amounts from column (e) for lines	15 _____ 16 _____ 17 _____ 159,520. 20 _____ 21 _____	▶ 27c 905,044.
	d Add. Line 27a total _____ 0. and line 27b total _____ 0.		▶ 27d 0.
	e Public support (line 27c total minus line 27d total)		▶ 27e 905,044.
	f Total support for section 509(a)(2) test: Enter amount from line 23, column (e)	▶ 27f 906,699.	
	g Public support percentage (line 27e (numerator) divided by line 27f (denominator))		▶ 27g 99.82 %
	h Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator))		▶ 27h 0.18 %

28 Unusual Grants: For an organization described in line 10, 11, or 12 that received any unusual grants during 2002 through 2005, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant. Do not file this list with your return. Do not include these grants in line 15

Part V Private School Questionnaire (See instructions.)
 (To be completed ONLY by schools that checked the box on line 6 in Part IV)

		N/A	
		Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If 'Yes,' please describe, if 'No,' please explain (If you need more space, attach a separate statement) ----- ----- -----		
32	Does the organization maintain the following		
a	Records indicating the racial composition of the student body, faculty, and administrative staff?		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?		
d	Copies of all material used by the organization or on its behalf to solicit contributions? If you answered 'No' to any of the above, please explain. (If you need more space, attach a separate statement) ----- -----		
33	Does the organization discriminate by race in any way with respect to		
a	Students' rights or privileges?		
b	Admissions policies?		
c	Employment of faculty or administrative staff?		
d	Scholarships or other financial assistance?		
e	Educational policies?		
f	Use of facilities?		
g	Athletic programs?		
h	Other extracurricular activities? If you answered 'Yes' to any of the above, please explain (If you need more space, attach a separate statement) ----- ----- -----		
34a	Does the organization receive any financial aid or assistance from a governmental agency?		
b	Has the organization's right to such aid ever been revoked or suspended? If you answered 'Yes' to either 34a or b, please explain using an attached statement.		
35	Does the organization certify that it has complied with the applicable requirements of sections 4 01 through 4 05 of Rev Proc 75-50, 1975-2 C B 587, covering racial nondiscrimination? If 'No,' attach an explanation		

Part VI-A Lobbying Expenditures by Electing Public Charities (See instructions)
 (To be completed **ONLY** by an eligible organization that filed Form 5768)

N/A

Check **a** if the organization belongs to an affiliated group. Check **b** if you checked 'a' and 'limited control' provisions apply

Limits on Lobbying Expenditures		(a) Affiliated group totals	(b) To be completed for all electing organizations
(The term 'expenditures' means amounts paid or incurred)			
36	Total lobbying expenditures to influence public opinion (grassroots lobbying)	36	
37	Total lobbying expenditures to influence a legislative body (direct lobbying)	37	
38	Total lobbying expenditures (add lines 36 and 37)	38	
39	Other exempt purpose expenditures	39	
40	Total exempt purpose expenditures (add lines 38 and 39)	40	
41	Lobbying nontaxable amount Enter the amount from the following table –		
	If the amount on line 40 is –		
	Not over \$500,000		
	Over \$500,000 but not over \$1,000,000		
	Over \$1,000,000 but not over \$1,500,000		
	Over \$1,500,000 but not over \$17,000,000		
	Over \$17,000,000		
	The lobbying nontaxable amount is –		
	20% of the amount on line 40		
	\$100,000 plus 15% of the excess over \$500,000		
	\$175,000 plus 10% of the excess over \$1,000,000		
	\$225,000 plus 5% of the excess over \$1,500,000		
	\$1,000,000		
42	Grassroots nontaxable amount (enter 25% of line 41)	42	
43	Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	43	
44	Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	44	
Caution: If there is an amount on either line 43 or line 44, you must file Form 4720			

4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below
 See the instructions for lines 45 through 50)

Calendar year (or fiscal year beginning in) ▶	Lobbying Expenditures During 4-Year Averaging Period				
	(a) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					
47 Total lobbying expenditures					
48 Grassroots non-taxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 Grassroots lobbying expenditures					

Part VI-B Lobbying Activity by Nonelecting Public Charities (See instructions)
 (For reporting only by organizations that did not complete Part VI-A)

N/A

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:

- a** Volunteers
- b** Paid staff or management (Include compensation in expenses reported on lines c through h.)
- c** Media advertisements
- d** Mailings to members, legislators, or the public
- e** Publications, or published or broadcast statements
- f** Grants to other organizations for lobbying purposes
- g** Direct contact with legislators, their staffs, government officials, or a legislative body
- h** Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means
- i** Total lobbying expenditures (add lines c through h.)

Yes	No	Amount

If 'Yes' to any of the above, also attach a statement giving a detailed description of the lobbying activities

REIKI ALLIANCE

82-0419428

STATEMENT 1
FORM 990, PART I, LINE 8
NET GAIN (LOSS) FROM NONINVENTORY SALES

OTHER ASSETS

DESCRIPTION:	MAIL ORDER		
DATE ACQUIRED:	VARIOUS		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	VARIOUS		
TO WHOM SOLD:			
GROSS SALES PRICE:	27,112.		
COST OR OTHER BASIS:	12,692.		
		GAIN (LOSS)	14,420.
TOTAL GAIN (LOSS) OTHER ASSETS			<u>\$ 14,420.</u>
TOTAL NET GAIN (LOSS) FROM NONINVENTORY SALES			<u>\$ 14,420.</u>

STATEMENT 2
FORM 990, PART I, LINE 20
OTHER CHANGES IN NET ASSETS OR FUND BALANCES

PRIOR PERIOD ADJUSTMENT		TOTAL	<u>\$ 20,634.</u>
		TOTAL	<u>\$ 20,634.</u>

STATEMENT 3
FORM 990, PART II, LINE 25A
COMPENSATION OF OFFICERS, DIRECTORS, ETC.

COMPENSATION RECEIVED	(A)	(B)	(C)	(D)
NAME	TOTAL	PROGRAM SERVICES	MANAGEMENT & GENERAL	FUNDRAISING
ROB ROELANTS	0.	0.	0.	0.
ROLF BIERI	0.	0.	0.	0.
BONNIE BARKER	21,100.	0.	21,100.	0.
WINTHROP WILSHIRE	0.	0.	0.	0.
ROOSJE RENDERING	0.	0.	0.	0.
TOTAL	<u>\$ 21,100.</u>	<u>\$ 0.</u>	<u>\$ 21,100.</u>	<u>\$ 0.</u>

EMPLOYEE BENEFIT PLAN CONTRIBUTION	(A)	(B)	(C)	(D)
NAME	TOTAL	PROGRAM SERVICES	MANAGEMENT & GENERAL	FUNDRAISING
ROB ROELANTS	0.	0.	0.	0.
ROLF BIERI	0.	0.	0.	0.
BONNIE BARKER	0.	0.	0.	0.
WINTHROP WILSHIRE	0.	0.	0.	0.
ROOSJE RENDERING	0.	0.	0.	0.
TOTAL	<u>\$ 0.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

EXPENSE ACCT. & OTHER ALLOWANCES	(A)	(B)	(C)	(D)
NAME	TOTAL	PROGRAM SERVICES	MANAGEMENT & GENERAL	FUNDRAISING

REIKI ALLIANCE

82-0419428

STATEMENT 3 (CONTINUED)
FORM 990, PART II, LINE 25A
COMPENSATION OF OFFICERS, DIRECTORS, ETC.

ROB ROELANTS	0.	0.	0.	0.
ROLF BIERI	0.	0.	0.	0.
BONNIE BARKER	0.	0.	0.	0.
WINTHROP WILSHIRE	0.	0.	0.	0.
ROOSJE RENDERING	0.	0.	0.	0.
TOTAL	\$ 0.	\$ 0.	\$ 0.	\$ 0.

STATEMENT 4
FORM 990, PART II, LINE 43
OTHER EXPENSES

	(A) TOTAL	(B) PROGRAM SERVICES	(C) MANAGEMENT & GENERAL	(D) FUNDRAISING
ADVERTISING	1,163.		1,163.	
BAD DEBT EXPENSE	50,517.		50,517.	
BANKING	11,662.	3,494.	8,168.	
BOARD MEETING EXPENSE	11,451.		11,451.	
CATERING	67,267.	67,267.		
CONSULTANTS	4,048.		4,048.	
DUES & SUBSCRIPTIONS	216.		216.	
ENTERTAINMENT	3,923.	3,923.		
HONORIUM	8,000.		8,000.	
INSURANCE	897.		897.	
LODGING	54,183.	54,183.		
MEMBERSHIP EXPENSE	1,437.		1,437.	
MISCELLANEOUS	14,872.	7,459.	7,413.	
TAKATA MASTERS	5,049.		5,049.	
TAXES	1,918.		1,918.	
TRANSLATION	40,626.	39,415.	1,211.	
UTILITIES	4,891.		4,891.	
TOTAL	\$ 282,120.	\$ 175,741.	\$ 106,379.	\$ 0.

STATEMENT 5
FORM 990, PART IV, LINE 57
LAND, BUILDINGS, AND EQUIPMENT

CATEGORY	BASIS	ACCUM. DEPREC.	BOOK VALUE
MACHINERY AND EQUIPMENT	\$ 66,280.	\$ 64,329.	\$ 1,951.
BUILDINGS	42,834.	10,701.	32,133.
LAND	8,274.		8,274.
TOTAL	\$ 117,388.	\$ 75,030.	\$ 42,358.

STATEMENT 6
FORM 990, PART IV, LINE 58
OTHER ASSETS

INVENTORY

TOTAL \$ 27,547.
\$ 27,547.

I, Winthrop Wiltshire, Board member of The Reiki Alliance, hereby certify that the following amendments were made to the By-Laws of The Reiki Alliance at its Annual General Meeting in Denmark in April, 2005. I further certify that the accompanying document captioned 'The Reiki Alliance By-Laws [Revised and Approved 2005]' represent a true and accurate version of these amended By-Laws.

Article 1 PURPOSE was amended to read as follows: The purpose of The Reiki Alliance is to support the members as Masters in Usui Shiki Ryoho otherwise known as the Usui System of Natural Healing.

Article 2 MEMBERSHIP Section 1 was amended to read as follows: The classes of membership shall be such as determined from time to time by the Annual General Meeting of The Reiki Alliance.

Article 2 MEMBERSHIP Section 2 was amended to read as follows:

The membership of The Reiki Alliance shall consist of Reiki Masters who support the purpose of this corporation and who recognize Phyllis Lei Furumoto as the Lineage Bearer of Usui Shiki Ryoho in the lineage of Mikao Usui, Chujiro Hayashi, Hawayo Takata and Phyllis Lei Furumoto.

Article 2 MEMBERSHIP Section 3 was amended to read as follows:

Each member shall be initiated as a Reiki Master by a Reiki Master and shall sign the Membership Agreement.

Article 2 MEMBERSHIP Section 4 was deleted.

Article 2 MEMBERSHIP Section 5 becomes the new Section 4 and reads as follows:

Membership shall be terminated for non-payment of dues, by written resignation of the member, or by a vote for such termination at a properly constituted meeting of The Reiki Alliance.

Article 3 BOARD OF DIRECTORS Section 1 was amended and reorganized into Section 1, Section 1 (a) and Section 1 (b) which now read as follows:

Section 1: The management and administration of the affairs of this corporation shall be by a Board of Directors.

Section 1 (a): Directors shall be elected each year to three year terms of office from those attending the Annual General Meeting. Such terms shall be staggered to ensure that not all directors end their term at the same time.

Section 1 (b): Board members may serve two consecutive three year terms of office. After any continuous six years in office a Board member shall take one year off before being eligible for another term.

Article 3 Section 2 was amended to read as follows: The number of directors constituting the Board may be changed by a specific amendment of the By-Laws made at an Annual General Meeting.

Article 3 Section 3 was amended to read as follows:

Requirements for Board members shall be: active members in good standing in The Reiki Alliance; attend all meetings of the Board of Directors; attend the Annual Conference; have e-mail access; and be available for phone consultation during the year.

Article 3 Section 4 was amended to read as follows:

Responsibilities of the Board of Directors shall be: to oversee the general operations of The Reiki Alliance; to oversee the planning and organizing of The Annual Conference; to approve the annual budget; to set annual dues and the initial membership fee; to review the By-Laws and make necessary recommendations for amendments to be considered by the membership; to communicate regularly with the Office of the Grandmaster; to assume ultimate responsibility for accurate translation of official documents; and to report to the membership in simple and clear language how these responsibilities are being carried out.

A new Section 4 (a) of Article 3 now reads as follows: The Reiki Alliance shall provide Conference fees and transportation costs (at the lowest possible rates) for Board members and relevant staff to attend Board meetings and the annual Conference.

Article 3 Section 5 was amended to read as follows: Three members of the Board of Directors shall constitute a quorum.

Article 3 Section 6 was amended to read as follows: The Board of Directors may appoint committees to carry out the objectives of the corporation. A committee can make decisions only to the extent of its delegated authority.

Article 3 Section 7 was amended to read as follows: In the event of a vacancy on the Board of Directors the remaining directors by majority vote may elect a temporary replacement until the next Annual General Meeting when a permanent replacement shall be elected by the membership to serve for the unexpired portion of the term.

Article 4 OFFICERS Section 1 was amended to read as follows: The members of the Board of Directors shall serve as the officers of the corporation. The officers shall be president, vice president, and secretary/treasurer.

Article 4 Section 2 was amended to read as follows: The duties of the president, vice president and secretary/treasurer shall be such as are usually imposed upon such officers

of corporations as are required by law and such as may be assigned to them respectively by the Board of Directors from time to time, but checks upon any bank account of the corporation shall be signed only by such individuals as the Board of Directors may from time to time appoint by an appropriate resolution.

Article 5 Section 1 was amended to read as follows: The Annual General Meeting of the members for election of the Board of Directors and for the transaction of such other business as may properly come before the meeting shall take place at the annual Conference which shall be held at such time and location as determined by the Board of Directors.

Article 5 Section 2 was deleted.

Article 5 Section 3 which becomes new **Section 2** was amended to read as follows:

Special general meetings of the members may be called at any time by the Board of Directors at such time and place as the Board of Directors may prescribe.

Article 5 Section 4 becomes new **Section 3** and was amended to read as follows: Written or printed notice stating the place and date of the meeting, and in the case of a special meeting the purpose or purposes for which the meeting is called, shall be delivered not less than thirty days before the date of the meeting.

A renumbered **Article 5 Section 4** now reads: Each member who is financially current shall be entitled to cast one vote at any election or on any subject at any regular or special meeting of the members and such vote shall be cast in person.

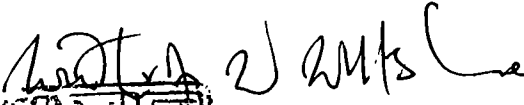
Article 5 Section 5 remains unchanged.

Article 6 MEETINGS OF THE BOARD OF DIRECTORS Section 1 was amended to read as follows: Meetings of the Board of Directors shall be held at any place, at any time, upon the call of any three or more directors. Notice shall be given in person, telephonically or by mail at least three days prior to any meeting. Notice of any meeting of the Board may be waived in writing by any director at any time.

Article 7 INDEMNIFICATION Sections 1 and 2 remain unchanged.

Article 8 DISSOLUTION remains unchanged.

Signed by me on this tenth day of June in the year of our Lord Two Thousand and Seven:


Wiltshire Wiltshire

The Reiki Alliance By-Laws [Revised and Approved 2005]

Article 1. PURPOSE

The purpose of The Reiki Alliance is to support the members as Masters in Usui Shiki Ryoho otherwise known as the Usui System of Natural Healing.

Article 2. MEMBERSHIP

Section 1.

The classes of membership shall be such as determined from time to time by the Annual General Meeting of The Reiki Alliance.

Section 2.

The membership of The Reiki Alliance shall consist of Reiki Masters who support the purpose of this corporation and who recognize Phyllis Lei Furumoto as the Lineage Bearer of Usui Shiki Ryoho in the lineage of Mikao Usui, Chujiro Hayashi, Hawayo Takata and Phyllis Lei Furumoto.

Section 3.

Each member shall be initiated as a Reiki Master by a Reiki Master and shall sign the Membership Agreement.

Section 4.

Membership shall be terminated for non-payment of dues, by written resignation of the member, or by a vote for such termination at a properly constituted meeting of The Reiki Alliance.

Article 3. BOARD OF DIRECTORS

Section 1.

The management and administration of the affairs of this corporation shall be by a Board of Directors consisting of five members.

Section 1 (a).

Directors shall be elected each year to three year terms of office from those attending the Annual General Meeting. Such terms shall be staggered to ensure that not all directors end their term at the same time.

Section 1 (b).

Board members may serve two consecutive three year terms of office. After any continuous six years in office a Board member shall take one year off before being eligible for another term.

Section 2.

The number of directors constituting the Board may be changed by a specific amendment of the By-Laws made at an Annual General Meeting.

Section 3.

Requirements for Board members shall be: active members in good standing in The Reiki Alliance; attend all meetings of the Board of Directors; attend the Annual Conference; have e-mail access; and be available for phone consultations during the year.

Section 4.

Responsibilities of the Board of Directors shall be: to oversee the general operations of The Reiki Alliance; to oversee the planning and organizing of The Annual Conference; to approve the annual budget and oversee the approved budget; to set annual dues and the initial membership fee; to review the By-Laws and make necessary recommendations for amendments to be considered by the membership; to communicate regularly with the Office of the Grandmaster; to assume ultimate responsibility for accurate translation of official documents; and to report to the membership in simple and clear language how these responsibilities are being carried out.

Section 4(a).

The Reiki Alliance shall provide Conference fees and transportation costs (at the lowest possible rates) for Board members and relevant staff to attend Board meetings and the Annual Conference.

Section 5.

Three members of the Board of Directors shall constitute a quorum.

Section 6.

The Board of Directors may appoint committees to carry out the objectives of the corporation. A committee can make decisions only to the extent of its delegated authority.

Section 7.

In the event of a vacancy on the Board of Directors the remaining directors by majority vote may elect a temporary replacement until the next Annual General Meeting when a permanent replacement shall be elected by the membership to serve for the unexpired portion of the term.

Article 4. OFFICERS

Section 1.

The members of the Board of Directors shall serve as the officers of the corporation. The officers shall be the president, vice president, and secretary/treasurer.

Section 2.

The duties of the president, vice president and secretary/treasurer shall be such as are usually imposed upon such officers of corporations and as are required by law and such as may be assigned to them respectively by the Board of Directors from time to time, but checks upon any bank account of the corporation shall be signed only by such individuals as the Board of Directors may from time to time appoint by an appropriate resolution.

Article 5. MEETINGS OF MEMBERS

Section 1.

The Annual General Meeting of the members for election of the Board of Directors and for the transaction of such other business as may properly come before the meeting shall take place at the annual Conference which shall be held at such time and location as determined by the Board of Directors.

Section 2.

Special general meetings of the members may be called at any time by the Board of Directors at such time and place as the Board of Directors may prescribe.

Section 3.

Written or printed notice stating the place and date of the annual meeting, and in the case of a special meeting the purpose or purposes for which the meeting is called, shall be delivered not less than thirty days before the date of the meeting.

Section 4.

Each member who is financially current shall be entitled to cast one vote at any election or on any subject at any regular or special meeting of the members and such vote shall be cast in person.

Section 5.

Except as otherwise provided herein or by statute, the membership shall adopt matters by majority vote of the members present at which a quorum is present. The membership shall have the power to override any action of the directors by a vote of two-thirds of the members present at a meeting at which a quorum is present. The Board of Directors shall be bound by adoption of any matter by the members. This Article 5, Section 5 of these By-Laws shall not be amended except by majority vote of the membership.

Article 6. MEETINGS OF THE BOARD OF DIRECTORS

Section 1.

Meetings of the Board of Directors shall be held at any place, at any time, upon the call of any three or more directors. Notice shall be given in person, telephonically or by mail at least three days prior to any meeting. Notice of any meeting of the Board may be waived in writing by any director at any time.

Article 7. INDEMNIFICATION

Section 1.

Any person who has been made or was a party or was threatened to be made a party to any threatened, pending or completed action, suit or proceeding, whether civil, criminal, administrative, or investigative, by reason of the fact that he/she is or was a director of this corporation, shall be indemnified against expenses (including attorney's fees), judgements, fines, and amounts paid in settlement annually and reasonably incurred by his/her connection with such action, suit or proceeding, if he/she acted in good faith and in a manner he/she reasonably believed to be in, or not opposed to, the best interests of the corporation or in respect to any criminal action or proceeding had not reason to believe his/her conduct was unlawful. In any action or suit by or in the right of this corporation to procure a judgment against such person, no indemnification shall be made in respect of any claim, issue, or matter as to which he/she shall have been adjudged to be liable for negligence or misconduct in the performance of his/her duty to the corporation unless and only to the extent that the court in which such action or suit was brought, shall determine upon application that, despite an adjudication of liability, he/she is fairly and reasonably entitled to indemnity for such expenses which such court shall deem proper. On request of such person who is made, or is threatened to be made, a party to any such suit, this corporation shall enter into an agreement confirming the foregoing indemnity, subject to limitations provided by law in such instances. The indemnification herein provided for shall continue as to a person who has ceased to be a director or officer of this corporation, shall inure to the benefit of his/her heirs, executors, and administrators, and shall be in addition to rights of indemnification provided by law.

Section 2.

This corporation shall pay expenses incurred in defending a civil or criminal action, suit or proceeding against which a person shall be entitled to indemnification under Section 1 of Article 7 in advance of a final disposition of such action upon receipt of an undertaking by or on behalf of the person to repay such amount if the person is not entitled to indemnification as provided by law.

Article 8: DISSOLUTION

Upon voluntary or involuntary dissolution, the assets of the corporation shall be applied and distributed as provided in Chapter 24.03 of the Revised Code of Washington.

Note: These By-Laws are translated into other languages to best represent the meaning of the English text. It is impossible however to give an accurate translation of the legal terminology used in this document. Law and terminology are different in every country. The original English text will be decisive in case of differences.