



DELBERT HOSEMANN  
*Secretary of State*

August 5, 2010

**LETTER OF CAUTION**

Mr. Robert Jackson  
Quitman County Development Organization  
Post Office Box 386  
Marks, Mississippi 38646

RE: Quitman County Development Organization

Dear: Mr. Jackson

The Securities and Charities Division of the Office of the Secretary of State of the State of Mississippi (hereinafter "Division"), on behalf of the Secretary of State, has the power to administer and to enforce the Mississippi Charitable Solicitation Act, Miss. Code Ann. Section 79-11-501 *et seq.* Pursuant to its jurisdiction, the Division hereby issues this Letter of Caution to the Quitman County Development Organization (hereinafter "QCDO").

***Parties:***

1. C. Delbert Hosemann, Jr. is the duly elected Secretary of State for the State of Mississippi.
2. QCDO is a "charitable organization" as defined in Miss. Code Ann. Section 79-11-501(a)(i).

***Jurisdiction:***

The parties herein acknowledge and submit to the jurisdiction of the Secretary of State as to the parties and the subject matter of this Letter of Caution.

***Facts:***

1. The Division performed an examination on QCDO on September 30, 2009. Based on that examination, a findings letter was issued to QCDO on May 3, 2010. The Division received a response to that letter from QCDO on May 25, 2010.
2. QCDO acknowledges that it must keep true and correct books and records of all of its solicitation activities. QCDO has agreed that it will start keeping more detailed descriptions of its transactions regarding its solicitation activities. Miss. Code Ann. Section 79-11-518.
3. QCDO acknowledges that one of the records that it is required to keep is the board minutes. QCDO has agreed that it will adequately document and maintain all board minutes, and will notate in its records if there is a month where no board meeting was held. Mississippi Charity Act Rule 213.
4. QCDO acknowledges that all solicitations received must be used toward the charitable purpose stated in the documents filed with the Secretary of State. Miss. Code Ann. Section 79-11-509(1)(d).
- ✓ 5. QCDO acknowledges that it must list in its registration statement filed with the Division all programs in which funds are solicited. QCDO further acknowledges that it must list all required relationships in the registration. QCDO has agreed to review the current registration on file with the Division and to revise the necessary forms to list all programs and relationships to be in compliance with this request.
- ✓ 6. QCDO acknowledges that the Division has a policy regarding organizations operating as “fiscal agents” for other organizations and agrees that it will abide by this policy.
7. QCDO acknowledges that the law states that no one may act as a professional fundraiser or fundraising counsel for a charitable organization before he has registered with the Division. Therefore if QCDO wants to fundraise for a charitable organization, then it agrees to register prior to any fundraising activities taking place. Miss. Code Ann. Section 79-11-513.

On the basis of the above, the Division hereby issues this **LETTER OF CAUTION** to QCDO and cautions that departure from the standards described in the Facts above may be considered to be violations of QCDO’s duty to ensure registration and compliance pursuant to Miss. Code Ann. Section 79-11-501 *et seq.*

**Requirements & Agreements:**

The Division and QCDO agree that QCDO will comply with the Mississippi Charitable Solicitation Act and Rules promulgated thereunder.

The parties herein acknowledge that they have read the terms of this Letter of Caution, which is complete, and they agree to comply with all the terms herein. The parties further agree that any change, modification, or alteration of this document may only be done in writing and must be agreed to by all parties.

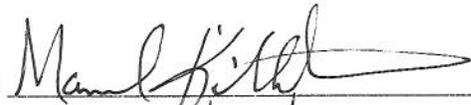
C. DELBERT HOSEMANN, JR.  
Secretary of State

BY:



TANYA G. WEBBER  
Assistant Secretary of State  
Securities and Charities Division

QUITMAN COUNTY DEVELOPMENT ORGANIZATION

BY: 

TITLE: President

DATE: 08-10-10