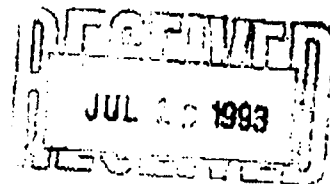


Internal Revenue Service

Department of the Treasury

District
DirectorP. O. Box 2508
Cincinnati, OH 45201

Date: JUL 08 1993

Person to Contact:
Kathy Harbin
Contact Telephone Number:
513-684-3957Indiana Youth Institute Inc.
c/o Janice Hale
333 N. Alabama St. Suite 200
Indianapolis, IN 46204-2151Federal Identification Number:
31-1251680

Dear Sir or Madam:

Thank you for submitting the information shown below. We have made it part of your file.

The changes indicated do not adversely affect your exempt status and the exemption letter issued to you continues in effect.

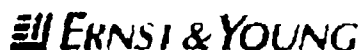
Please let us know about any future change in the character, purpose, method of operation, name or address of your organization. This is a requirement for retaining your exempt status.

Thank you for your cooperation.

Sincerely yours,

A handwritten signature in dark ink, appearing to read "Robert T. Johnson".

Robert T. Johnson
District DirectorItems: Articles IX & XI
Amended 6-26-92



■ One Indiana Square
Suite 3400
Indianapolis, Indiana 46204-2094

■ Phone: 317 681 7000
■ Fax: 317 681 7216

June 17, 1993

Internal Revenue Service
EP/EO Division
P. O. Box 3159
Cincinnati, Ohio 45201

Attention: Assistant Division Chief
Mr. Bruce Settell

Indiana Youth Institute, Inc.
EIN: 31-1251680

Dear Mr. Settell:

The purpose of this letter is to notify you of the above charity's amendments to its Articles of Incorporation and By-Laws. We do not believe the amendments have any adverse effect on the exempt status as a public charity under §509(a)(3). We would greatly appreciate your confirmation of continued exempt status as a public charity under §509(a)(3).

FACTS

Indiana Youth Institute, Inc. (IYI) was organized on August 29, 1988, in Indianapolis, Indiana as a §509(a)(3) public foundation with a June 30 year end. It filed Form 1023, Application for Recognition of Exemption under Section 501(c)(3) of the Internal Revenue Code, on September 29, 1988 (Exhibit A), and received a determination letter from the IRS on December 5, 1988, which confirmed its status (Exhibit B). The original Articles of Incorporation provided for twelve directors. The Articles stated that IYI was to benefit eight named public charities. The eight named public charities had the right to nominate eight of the twelve board members.

On June 26, 1992, IYI amended its Articles and By-Laws (Exhibit C). The Articles provided for an increase in the members of the board of directors to between twelve and twenty members. The By-Laws set the number at fifteen. The Articles and By-Laws were amended without the advice of counsel and inadvertently omitted the nomination (and membership) rights of the eight supported public charities. There were no other changes to the Articles or By-Laws by the June 26, 1992 amendment, i.e., IYI's purpose is to continue to benefit the same eight named public charities as identified in the original application for exemption.

The only purpose of the Amendment in June 1992, was to expand the number of board members. No new board members were appointed as a result of the amendment. IYI continued to operate with its original number of board members, eight of whom were nominated by the eight public charities.

EY ERNST & YOUNG

Internal Revenue Service
EP/EO Division
June 17, 1993
Page 2

In January 1993, when IYT's tax advisors learned of the 1992 amendment and before any new members were appointed to the board, the Articles were amended again (Exhibit D). The 1993 amendment provides for twenty directors and states that the majority of the directors (eleven out of twenty) shall be appointed by the eight named charities. The purpose of the 1993 amendment was to enlarge the board but make it clear that the IYI would still be controlled by the eight public charities.

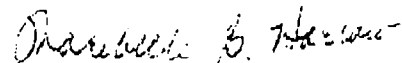
IYI receives substantial support from a private foundation and plans to seek future support from private foundations. It needs to be able to inform these private foundations that it continues to be a §509(a)(3) publicly supported organization.

As mentioned above, we believe the amendment in June of 1992, did not adversely affect exempt status. At any rate, this amendment was superseded by the January 1993, amendment.

We would greatly appreciate your review and confirmation of IYT's continued exempt status as a public charity.

If there are any questions or concerns, please let me know at (317) 681-7562. A Power of Attorney is enclosed.

Very truly yours,



Maribelle G. Harlow
Senior Tax Manager

MGH:jsp
Enclosures