

**TREASURER'S REPORT**

**Business Law Section of the State Bar of Michigan**

**Council Meeting of December 6, 2008**

For the twelve months ended September 30, 2008, the Section had total income of \$125,075 and total expenses of \$125,444, resulting in net income (loss) to the Section of (\$369). Compared to the twelve-month period ended September 30, 2007, total income increased by 4.67% (compared to \$119,494), and total expenses increased by 15.52% (compared to \$108,594). The increase in total income related primarily to increased sponsorship of the Business Law Institute and the financial performance of the Small Business Forum, and the increase in total expenses related primarily to the costs associated with publishing the Newsletter. As of September 30, 2008, the Section had a Fund Balance of \$135,918.

Given that the State Bar of Michigan's independent auditor only recently completed its annual audit of the financial statements for each of the Sections, interim unaudited financial statements for the monthly period ended October 30, 2008 are not yet available.

Attached to this Report are the following Exhibits:

1. Detailed Trial Balance for the Twelve Months Ended September 30, 2008.
2. Statement of Income and Expenses for the Twelve Months Ended September 30, 2008.
3. Proposed Budget for Fiscal Year 2009.

Respectfully submitted,

Edwin J. Lukas  
Treasurer

Ranges: From: To:  
 Date 10/1/2007 9/30/2008  
 Account -9- -325- -9- -325-

Sorted By: Segment1 Subtotal By: No Subtotals  
 Include: Posting

^ Inactive Account

Account	Beginning Balance	Account Description	Distribution Reference				
Trx Date	JE#	Vendor ID	Document#	Debit	Credit	Net Change	Ending Balance
1-9-99-325-1111 Administrative Services							
				\$0.00			
1/16/2008	54,414	SHOOP, TERRI	1/14/08	\$1,672.00			10/04-12/07 Services
3/14/2008	55,610	SHOOP, TERRI	JAN & FEB 08	\$1,034.00			Jan & Feb 08 Admin Services
5/9/2008	56,677	SHOOP, TERRI	MAY ADMIN/SE	\$1,342.00			May 08 Admin/Services
7/25/2008	58,048	SHOOP, TERRI	JUNE 08 ADMI	\$2,024.00			June 08 Admin Services
9/30/2008	59,313	SHOOP, TERRI	JUL/AUG/SEPO	\$1,914.00			Jul/Aug/Sept 08 Admin & Misc
Totals:				\$7,986.00	\$0.00	\$7,986.00	\$7,986.00
1-9-99-325-1139 Contractual Services and Marketing							
				\$0.00			
11/5/2007	52,849	O'DEA, THERES	ICLE SEMINAR	\$412.50			ICLE Seminar displays
Totals:				\$412.50	\$0.00	\$412.50	\$412.50
1-9-99-325-1145 ListServ							
				\$0.00			
10/16/2007	52,234	CHARD.NET	3871/3872	\$105.00			Oct 07 Listserv
11/19/2007	53,080	CHARD.NET	3881/3882	\$105.00			Nov 07 Discussion lists
12/12/2007	53,689	CHARD.NET	3890/3891	\$105.00			Dec 07 ListServe
1/4/2008	54,116	CHARD.NET	3899/3900	\$105.00			Jan 08 Discussion Lists
1/31/2008	54,702	CHARD.NET	3905/3906/39	\$105.00			Feb 08 Listserv
3/7/2008	55,493	MODERN FIRM	3922/3923/39	\$55.00			Mar 08 Discussion Lists
4/11/2008	56,080	MODERN FIRM	3931/3932/39	\$55.00			Apr 08 ListServes
4/18/2008	56,274	MAGNETMAIL	30671	\$26.05			Mar 08 Email Usage fees
5/2/2008	56,551	MODERN FIRM	TMF-9038/903	\$55.00			May 08 Listserv
6/6/2008	57,201	MODERN FIRM	TMF9090/9091	\$55.00			June 08 Discussion Lists
6/13/2008	57,251	MAGNETMAIL	31560	\$13.02			Apr 08 Email Services
7/3/2008	57,637	MODERN FIRM	TMF-9156	\$55.00			July 08
8/8/2008	58,193	MODERN FIRM	TMF9224	\$55.00			Aug 08 Section Listservs
9/5/2008	58,596	MODERN FIRM	TMF 9316	\$55.00			Aug 08 Listserv
Totals:				\$949.07	\$0.00	\$949.07	\$949.07
1-9-99-325-1276 Meetings - Section							
				\$0.00			
10/29/2007	52,471	PENINSULAR C	DEPOSIT 05/0		\$500.00		Void Open Trx
3/14/2008	55,597	DAILY BAGEL	1187	\$84.92			03-06 Business Law Mtg
3/14/2008	55,611	KHOURY, MICHA	3-06 BUSINES	\$660.18			03-06 Business Law Council Mtg
7/25/2008	58,048	SHOOP, TERRI	JUNE 08 ADMI	\$10.00			June 08 Admin Services
9/30/2008	59,295	HONIGMAN MIL	09-17 BUSINE	\$478.26			09-17 Business Law Mtg

State Bar of Michigan  
 DETAILED TRIAL BALANCE FOR 2008  
 General Ledger

Account	Beginning Balance	Account Description	Dist. Reference				
Trx Date	JE#	Vendor ID	Document#	Debit	Credit	Net Change	Ending Balance
		Totals:		\$1,233.36	\$500.00	\$733.36	\$733.36
1-9-99-325-1278		Committee Expenses		\$0.00			
11/13/2007	52,922	NATURES TOUC	BUS. LAW - G	\$64.61			Recognition for Gretchko
1/16/2008	54,415	HONIGMAN MIL	11/13/07 MTG	\$437.60			11/13/07 Meeting
2/13/2008	55,082	LUKAS, EDWIN	SPRING FLING	\$500.00			Dep for Spring Fling 04-10-08
3/14/2008	55,646	MARRIOTT INT	337W804031	\$3,189.66			02-19 Business Law Mtg
7/3/2008	57,667	DICKINSON WR	6-10 BUSINES	\$168.70			06-10 Business Law Mtg
8/22/2008	58,430	HOTEL BARONE	FOLIO207495/	\$1,293.10			04-30-08 Business Law Program
8/22/2008	58,435	SCHMIDT, KRIS	04-30 BUSINE	\$31.27			04-30 Business Law Travel
9/26/2008	59,125	HOWARD & HO	BUSINESS LAW	\$150.00			Business Law Filing fees
		Totals:		\$5,834.94	\$0.00	\$5,834.94	\$5,834.94
1-9-99-325-1283		Small Business Forum		\$0.00			
10/10/2007	51,964	COMMUNITY HO	E31469	\$1,178.90			Small Business Forum
10/16/2007	52,205	SHOOP, TERRI	POSTAGE FOR	\$36.90			10-16 Postage for Seminar
10/30/2007	52,623	UMPHREY, CYNT	BUS PLANNING	\$10.99			Sm Bus Forum Planning Mtg
10/30/2007	52,628	O'DEA, THERES	MKTG FOR BRO	\$450.00			Mktg for Brochure development
10/30/2007	52,634	SCOTT, MICHAEL	BUS LAW PRES	\$302.50			Bus Law Press Release
10/31/2007	52,713			\$30.00			Kim Johnson Seminar Assistance
11/19/2007	53,084	FULLER, DEE D	10-17 BUSINE	\$674.42			10-17-07 Business Forum
11/26/2007	53,127	FULLER, DEE D	10-17 BUSINE		\$674.42		Void Open Trx
11/28/2007	53,239	GERLING, DAVI	10-17 BUSINE	\$674.42			10-17-07 Business Mtg
1/31/2008	54,722	UMPHREY, CYNT	01-23 BUSINE	\$521.44			01-23 Business Seminar
1/31/2008	55,010			\$15.00			Pre-Reg Staff Asst. 1/23/08
2/5/2008	54,917	UMPHREY, CYNT	2/11/08 BLF	\$197.50			2/1/08 SM Business Forum
2/29/2008	55,361	SCOTT, MICHAEL	JAN 08 SERVI	\$357.30			Jan 08 Business Law Services
2/29/2008	55,408			\$18.75			ABS Pre Reg Assistance
3/28/2008	55,838	COLUMBIA CEN	2114099	\$150.00			1-23 Sm Bus. Forum room rental
3/28/2008	55,844	HARRINGTON C	170	\$1,268.25			Sm. Business Forum Mktg Materi
3/28/2008	55,845	HARRINGTON C	171	\$1,074.64			Sm. Business Forum Mktg Materi
3/28/2008	55,935			\$75.00			Local Bankruptcy Seminar E Bla
4/1/2008	55,950			\$140.00			Business Law E Blast
4/4/2008	56,035	MCFADDEN'S	4-30 BUSINES	\$150.00			Sm. Business Forum Deposit
4/11/2008	56,079	COMMUNITY HO	EVENT #34836	\$250.00			May 6th Seminar deposit
4/30/2008	56,692			\$25.00			To Rec Gair Dup Seminar Reg
5/1/2008	57,133			\$15.00			Seminar Reg Asst for SBF
5/16/2008	56,783	SCOTT, MICHAEL	BUS. LAW SER	\$357.30			Business Law Prof. Svcs
6/6/2008	57,205	COMMUNITY HO	14646	\$1,262.45			05-06-08 Business Law Seminar
		Totals:		\$9,235.76	\$674.42	\$8,561.34	\$8,561.34
1-9-99-325-1297		Annual Meeting - Schulman Award Costs		\$0.00			
10/5/2007	51,560	AMERICAN SPE	101598	\$24.05			Small Business Forum copies
10/8/2007	52,002			\$1,025.00			Schulman Award Ad
10/30/2007	52,629	O'DEA, THERES	MKTG SVC SCH	\$412.50			Mktg Svc for Schulman Award
9/12/2008	58,756	M. J. NOBLE C	302421	\$278.00			Business Law Recognition
9/26/2008	59,113	HARRINGTON C	377	\$170.00			Business Law advertisement upd
9/30/2008	59,208	AARIA PROMOT	2399348	\$60.90			Plaques for numerous sections
9/30/2008	59,294	KHOURY, MICHA	09-25 BUSINE	\$2,176.25			09-25 Business Law Mtg

Account	Beginning Balance	Account Description	Dist. Reference				
Trx Date	JE#	Vendor ID	Document#	Debit	Credit	Net Change	Ending Balance
9/30/2008	59,313	SHOOP, TERRI	JUL/AUG/SEPO	\$74.19			
9/30/2008	59,318	HOISINGTON, T	TAXATION SPE	\$1,000.00			
9/30/2008	59,416	ALLEGRA PRIN	104603	\$185.00			
9/30/2008	59,418	JOHN MEIU	08-1004-01	\$245.00			
9/30/2008	59,717	SHERATON DET	4420-2591	\$2,986.99			
9/30/2008	59,718	SCOTT, MICHAEL	SCHULMAN AWA	\$660.00			
9/30/2008	59,786				\$1,000.00		
Totals:				\$9,297.88	\$1,000.00	\$8,297.88	\$8,297.88

1-9-99-325-1346

Access to Justice and Charities

Trx Date	JE#	Vendor ID	Document#	Debit	Credit	Net Change	Ending Balance
				\$0.00			
9/26/2008	59,112	ACCESS TO JU	BUSINESS LAW	\$5,000.00			
Totals:				\$5,000.00	\$0.00	\$5,000.00	\$5,000.00

1-9-99-325-1458

Speakers & Entertainment - BLI

Trx Date	JE#	Vendor ID	Document#	Debit	Credit	Net Change	Ending Balance
				\$0.00			
2/5/2008	54,950	BLACK TIE EN	06-13-08 DEP	\$1,250.00			
4/18/2008	56,221	BRAND IMAGE	1344	\$2,011.27			
5/16/2008	56,764	BLACK TIE EN	6-13-08 BUSI	\$1,250.00			
9/30/2008	60,118			\$11,556.43			
Totals:				\$16,067.70	\$0.00	\$16,067.70	\$16,067.70

1-9-99-325-1493

Travel

Trx Date	JE#	Vendor ID	Document#	Debit	Credit	Net Change	Ending Balance
				\$0.00			
7/25/2008	58,048	SHOOP, TERRI	JUNE 08 ADMI	\$40.40			
Totals:				\$40.40	\$0.00	\$40.40	\$40.40

1-9-99-325-1528

Telephone - Administration

Trx Date	JE#	Vendor ID	Document#	Debit	Credit	Net Change	Ending Balance
				\$0.00			
11/13/2007	52,898	A PROFESSION	520946	\$12.80			
12/12/2007	53,605	A PROFESSION	533029	\$13.70			
1/16/2008	54,414	SHOOP, TERRI	1/14/08	\$60.00			
3/14/2008	55,548	A PROFESSION	10007625	\$14.10			
3/14/2008	55,610	SHOOP, TERRI	JAN & FEB 08	\$40.00			
4/11/2008	56,066	A PROFESSION	10008966	\$12.20			
5/9/2008	56,677	SHOOP, TERRI	MAY ADMIN/SE	\$44.43			
7/18/2008	57,912	A PROFESSION	10065843	\$8.95			
7/25/2008	58,048	SHOOP, TERRI	JUNE 08 ADMI	\$89.43			
8/15/2008	58,327	A PROFESSION	10072405	\$14.30			
8/29/2008	58,529	SHOOP, TERRI	BUSINESS LAW	\$89.38			
9/30/2008	59,313	SHOOP, TERRI	JUL/AUG/SEPO	\$44.69			
9/30/2008	59,406	A PROFESSION	10170489	\$6.45			
Totals:				\$450.43	\$0.00	\$450.43	\$450.43

1-9-99-325-1619

Limited Liab Co Amendment

\$0.00

State Bar of Michigan  
 DETAILED TRIAL BALANCE FOR 2008  
 General Ledger

Account	Beginning Balance	Account Description	Dist. Reference				
Trx Date	JE#	Vendor ID	Document#	Debit	Credit	Net Change	Ending Balance
10/10/2007	51,978	CAREY, JAMES	10-10-07 REP	\$1,500.00			
9/30/2008	59,419	CAREY, JAMES	2ND 1/2 PYMT	\$2,500.00			
Totals:				\$4,000.00	\$0.00	\$4,000.00	\$4,000.00
1-9-99-325-1689				Section Development			
				\$0.00			
11/19/2007	53,083	KHOURY, MICHA	11-12 BUSINE	\$453.52			
Totals:				\$453.52	\$0.00	\$453.52	\$453.52
1-9-99-325-1826				Copying			
				\$0.00			
10/31/2007	52,707			\$11.40			
Totals:				\$11.40	\$0.00	\$11.40	\$11.40
1-9-99-325-1833				Newsletter			
				\$0.00			
10/3/2007	51,632			\$140.00			
10/24/2007	52,313			\$75.00			
11/6/2007	52,743			\$140.00			
12/3/2007	53,462			\$140.00			
1/7/2008	54,314			\$140.00			
1/16/2008	54,416	THOMSON-SHOR	69315	\$3,823.78			
1/16/2008	54,417	TGI DIRECT	101931	\$4,220.42			
2/4/2008	54,795			\$140.00			
2/11/2008	54,999			\$75.00			
3/6/2008	55,514			\$140.00			
5/5/2008	56,702			\$140.00			
6/4/2008	57,581			\$140.00			
7/1/2008	57,828			\$75.00			
7/3/2008	57,829			\$140.00			
8/4/2008	58,359			\$140.00			
9/2/2008	58,665			\$140.00			
9/22/2008	58,933			\$100.00			
Totals:				\$9,909.20	\$0.00	\$9,909.20	\$9,909.20
1-9-99-325-1854				Edit/Pub. - Business Law Journal			
				\$0.00			
10/16/2007	52,231	ICLE	538860	\$11,950.00			
1/31/2008	54,732	ICLE	546750	\$11,950.00			
7/11/2008	57,753	THOMSON-SHOR	72958	\$3,755.76			
7/18/2008	57,917	TGI DIRECT	103827	\$4,269.33			
8/15/2008	58,335	ICLE	565587	\$12,350.00			
9/30/2008	59,417	F.P. HORAK C	188587	\$8,211.87			
Totals:				\$52,486.96	\$0.00	\$52,486.96	\$52,486.96

State Bar of Michigan  
 DETAILED TRIAL BALANCE FOR 2008  
 General Ledger

Account	Beginning Balance	Account Description	Dist. Reference				
Trx Date	JE#	Vendor ID	Document#	Debit	Credit	Net Change	Ending Balance
-----							
1-9-99-325-1861			Printing				
			\$0.00				
9/30/2008	59,357			\$94.00		Sept. 08 Docutech Printing	
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		Totals:		\$94.00	\$0.00	\$94.00	\$94.00
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1-9-99-325-1868 Postage							
			\$0.00				
10/31/2007	52,709			\$4.60		October 2007 Postage Expenses	
1/31/2008	54,825			\$22.50		January 2007 Postage Expense	
2/29/2008	55,401			\$5.76		February 2008 Postage Expenses	
3/14/2008	55,610	SHOOP, TERRI	JAN & FEB 08	\$36.22		Jan & Feb 08 Admin Services	
3/31/2008	55,938			\$3.24		March 2008 Postage	
4/30/2008	56,477			\$2.88		April 2008 Postage Expense	
5/9/2008	56,677	SHOOP, TERRI	MAY ADMIN/SE	\$21.40		May 08 Admin/Services	
5/31/2008	57,146			\$0.72		May 2008 Postage	
8/29/2008	58,528	SHOOP, TERRI	BUSINESS LAW	\$46.20		Business Law Postage	
8/31/2008	58,584			\$1.68		August 2008 Postage Expense	
9/30/2008	59,354			\$2.21		September 2008 Postage	
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		Totals:		\$147.41	\$0.00	\$147.41	\$147.41
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1-9-99-325-1987 Miscellaneous - Supplies, Pres Gift, Etc.							
			\$0.00				
10/16/2007	52,201	BRAND IMAGE	1227	\$599.68		10-15 Giveaways	
4/11/2008	56,078	BRAND IMAGE	1310	\$489.37		Mugs for seminar	
8/29/2008	58,529	SHOOP, TERRI	BUSINESS LAW	\$419.00		Business Law Expenses	
9/1/2008	58,675			\$2,500.00		2008 AM Sponsorship	
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		Totals:		\$4,008.05	\$0.00	\$4,008.05	\$4,008.05
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Grand Totals:		\$0.00		\$127,618.58	\$2,174.42	\$125,444.16	\$125,444.16
=====							
Total Accounts:	19						

11/03/08

State Bar of Michigan  
Business Law Section  
For the Twelve Months Ending September 30, 2008

	<u>Current Activity</u> <u>September</u>	<u>Year To Date</u> <u>September</u>
Income:		
1-7-99-325-1006 Sponsorships BLI		13,250.00
1-7-99-325-1050 Business Law Section Dues		103,130.00
1-7-99-325-1055 Business Law Student/Affil Dues		596.00
1-7-99-325-1125 Small Business Forum		6,720.00
1-7-99-325-1130 Sponsorship - SBF		150.00
1-7-99-325-1135 Business Law Institute		440.00
1-7-99-325-1330 Subscription to Newsletter	20.00	189.00
1-7-99-325-1935 Miscellaneous Income		600.00
Total Income	<u>20.00</u>	<u>125,075.00</u>
Expenses:		
1-9-99-325-1111 Administrative Services	1,914.00	7,986.00
1-9-99-325-1139 Contractual Services and Marketing		412.50
1-9-99-325-1145 ListServ	55.00	949.07
1-9-99-325-1276 Meetings - Section	478.26	733.36
1-9-99-325-1278 Committee Expenses	150.00	5,834.94
1-9-99-325-1283 Small Business Forum		8,561.34
1-9-99-325-1297 Annual Meeting - Schulman Award	6,836.33	8,297.88
1-9-99-325-1346 Access to Justice and Charities	5,000.00	5,000.00
1-9-99-325-1458 Speakers & Entertainment - BLI	11,556.43	16,067.70
1-9-99-325-1493 Travel		40.40
1-9-99-325-1528 Telephone - Administration	51.14	450.43
1-9-99-325-1619 Limited Liab Co Amendment	2,500.00	4,000.00
1-9-99-325-1689 Section Development		453.52
1-9-99-325-1826 Copying		11.40
1-9-99-325-1833 Newsletter	240.00	9,909.20
1-9-99-325-1854 Edit/Pub. - Business Law Journal	8,211.87	52,486.96
1-9-99-325-1861 Printing	94.00	94.00
1-9-99-325-1868 Postage	2.21	147.41
1-9-99-325-1987 Miscellaneous - Supplies, Pres Gift,	2,500.00	4,008.05
Total Expenses	<u>39,589.24</u>	<u>125,444.16</u>
Net Income	(39,569.24)	(369.16)

11/03/08

State Bar of Michigan  
Business Law Section  
For the Twelve Months Ending September 30, 2008

	<u>Current Activity</u> <u>September</u>	<u>Year To Date</u> <u>September</u>
Beginning Fund Balance:		
1-5-00-325-0001 Fund Bal-Business Law Section		136,287.86
Total Beginning Fund Balance		<u>136,287.86</u>
Ending Fund Balance	(39,569.24)	135,918.70



**STATE BAR BUSINESS LAW SECTION  
2009 BUDGET**

**Projected Revenue**

Business Law Section Membership Dues	103,130	
Business Law Section Affiliate Membership Dues	596	
Small Business Forum Revenue	6,720	
Miscellaneous	600	
Business Law Institute - Sponsorships	13,250	
Sponsorship - SBF	150	
Business Law Institute - Other	440	
Subscription to Newsletter	<u>189</u>	
<b>Estimated Total Revenue for 2009</b>		<b>125,075</b>

**Projected Expenses**

Administrative Expenses

Section Administrator (hourly charge, phone and mileage)	11,000	
Telephone	500	
Miscellaneous Supplies (paper, labels, invitations, nametags, etc.)	2,500	
Quarterly Meeting Room Charge at State Bar Office	100	
Postage	150	
Printing	2,500	
Other Marketing	500	
Miscellaneous Expenses (donations, flowers, etc.)	1,500	
Miscellaneous Section Travel	150	
Executive Committee and Small Group Meeting Expenses	<u>1,500</u>	
<b>Estimated Total Administrative Expenses</b>		<b>20,400</b>

Committees

Commercial Litigation	1,500
Corporate Laws	500
Debtor/Creditor Rights	3,000
Financial Institutions	200
In-House Counsel	150
Law Schools	3,000
Nonprofit Corporations	1,000
Regulation of Securities	1,000
Uniform Commercial Code	500
Unincorporated Enterprises	5,000

Ad Hoc Committees

Uniform Securities Act (2002)/LLC Amendment	300	
<b>Total Committee Expenses w/o Amendment Fee</b>		<b>15,850</b>

Directorships

Legislative Review	-	
Nominating Programs	-	
Business Law Institute Revenue	(21,850)	
ICLE Paid Expenses	26,200	
Section Paid Expenses	<u>17,000</u>	
Net Expenses	21,350	21,350
See Sponsor Income Above	<u>(13,250)</u>	
Estimated Gross Expense for BLI	8,100	
Annual Meeting and Schulman	12,000	
Small Business Forum	7,500	
Publications - Business Law Journal	48,500	
Section Development	10,500	
Technology	<u>2,500</u>	
<b>Total Directorship Expenses</b>		<b>102,350</b>

Liaisons

ListServ	1,000
Contributions to ICLE Programs	8,290
Access to Justice/Donations	5,000

**Estimated Total Expenses for 2009** **138,600**

**Estimated Profit/Loss** **(13,525)**