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SUPREME COURT OF ALABAMA

. 6	OCTOBER TERM, 2015-201	
	1141132	
Inc.	. Union Baptist Church,	St.
	v.	
	James M. Howard, Sr.	
	1141212	

James M. Howard, Sr., individually, and as appointed representative of St. Union Baptist Church

v.

St. Union Baptist Church, Inc., et al.

Appeals from Clarke Circuit Court (CV-14-900224)

1141132, 1141212 STUART, Justice.

The Clarke Circuit Court dismissed both the claims asserted by St. Union Baptist Church, Inc. ("the corporation"), against Reverend James M. Howard, Sr., and the counterclaims asserted by Howard against the corporation and its directors after concluding that their dispute was ecclesiastical in nature and outside the jurisdiction of the court. We affirm the trial court's dismissal of the corporation's claims, but we reverse its dismissal of Howard's counterclaims.

I.

St. Union Baptist Church ("the church") has existed in Clarke County for over 100 years. Traditionally, its temporal affairs were administered through a board of deacons, and, in January 1992, five members of that board filed articles of incorporation with the Clarke County Probate Court creating St. Union Baptist Church, Inc., whose purpose was described as follows in those articles of incorporation:

"The purpose for which the corporation is organized is to administer the affairs of the

¹St. Union Baptist Church is at times identified in the record and by the parties as St. Union <u>Missionary</u> Baptist Church.

congregation [and] to construct or cause to be constructed such buildings and structures that are necessary for proposed worship and church services, and the corporation shall have the right to buy, sell, hold, mortgage, and encumber real and personal property, to receive property by gift, will, or devise, holding such property in conformity with all lawful conditions imposed by the donor and may exercise such other powers as are incident to private corporations, exclusively for religious, charitable, scientific, literary and educational purposes."

The articles of incorporation identified the five incorporating deacons as the initial members of the corporation's board of directors; it appears that the deacons thereafter continued to oversee the temporal affairs of the church in the same manner as they had before the corporation was formed.²

Minutes from an April 18, 1995, business meeting of the church indicate that the deacons had decided at that time to hire Howard as the church's new pastor. It appears that the church thereafter operated with Howard as its pastor for a

²The church's board of deacons has at least sometimes consisted of more than five deacons, and it is not always clear if the entity making administrative decisions is the entire board of deacons or just those also serving as directors of the corporation. For clarity, we will refer to the board of deacons as "the board of deacons" or simply "the deacons" and will refer to the corporation only when it is clear that the deacons serving as directors of the corporation were acting in their corporate capacity.

number of years without conflict; by 2012, however, a rift had formed between Howard and the deacons. At a business meeting on April 28, 2012, Howard purported to "give the deacons back to the church," which apparently encompassed relieving them of at least some of their duties. Nevertheless, the minutes of that meeting reflect that Howard continued to recognize their involvement in the financial governance of the church, because two deacons presented financial reports and Howard informed the members present that one of the deacons would continue handling the paying of bills. Those minutes also indicate that the deacons immediately expressed their disagreement with Howard's unilateral decision regarding their roles; the deacons again expressed their displeasure in a June 27, 2012, letter sent to Howard in which they requested a private meeting to "settle this matter in a Godly manner." No such meeting was held, however, and the deacons thereafter called a meeting of church members for August 13, 2012, "so that we may try to settle the on-going differences that have caused division." At that meeting, the deacons decided to terminate Howard's pastorate, and, on August 19, 2012, six deacons

signed a letter to Howard informing him of that decision, stating:

"The listed deacons called the meeting for the purpose of informing the body of some of their concerns regarding the welfare of the church that need immediate attention. A few of the things that were discussed were the falling off of member attendance, the falling off of tithes and offerings, the incorporation of the church being ignored, your lack of spiritual and financial leadership, the \$187,000 [of] steel that is lying in the parking lot, and your holding a grudge against us that has not been revealed to us. Your consistently refusing to meet with the board of deacons has brought us to where we are today.

"After discussing these topics and a few others, there was a motion from the floor for your termination, which was seconded. After putting this to a vote, the majority present voted for your termination. Regretfully, this is to inform you that your services to St. Union as pastor are no longer needed as of Monday, August 13, 2012. We hope you will accept the majority vote and move on pleasantly."

Howard declined to leave his position, however, and, on October 13, 2012, he held another church meeting at which he asked those present to vote whether they wanted "the pastor to stay" or "for the deacons to remain." The minutes of that meeting indicate that 37 members voted for Howard and 10 members voted for the deacons.

For approximately two years, it appears that this situation remained at a stalemate, with Howard continuing to serve as pastor and the deacons continuing to perform at least some of their traditional duties. The conflict between them continued, however, and, although the record does not fully explain the circumstances, it appears that the deacons, who continued to administer the church's finances through the corporation, at some point stopped paying Howard's salary. On August 26, 2014, a "charge" was prepared declaring that, on October 13, 2012, the deacons had been removed from office and that the church henceforth had no deacons.3 The charge further declared that "these brothers" nevertheless were continuing to come to church and acting as deacons and disturbing worship services despite the fact that they had "been excluded." The charge concluded that, "according to the body of the church, on October 13, 2012, ... these brothers were relieved of their office of deacon along with any power to handle any business for or in the name of [the church]." The deacons apparently ignored this charge.

 $^{^{3}\}mbox{It}$ is not clear from the face of the charge who prepared it.

At some point thereafter, Howard told the congregation that he would resign if he was paid the money he was owed; presumably, this claimed money consisted of the salary that had been withheld by the deacons. Howard and the deacons subsequently began negotiations, and, on November 30, 2014, Howard submitted his resignation. On December 1, 2014, Howard executed an agreement with the corporation in which he agreed to resign as pastor of the church in exchange for \$16,600. Howard thereafter negotiated a check in that amount issued to him by the corporation.

On December 21, 2014, Howard rescinded his resignation, stating that he was doing so at the request of the members of the church who had, he stated, told him that they would not accept his resignation. Howard did not repay the \$16,600 the corporation had paid him to resign, however. The next day, the corporation sent Howard a letter reminding him of the December 1 agreement and advising him that legal action would be taken if he did not honor the agreement. On December 23, 2014, the threatened legal action was commenced when the corporation, acting through the five deacons who were now serving as its officers and directors, sued Howard, alleging

breach of contract and trespass and asking the trial court to issue an immediate temporary restraining order barring Howard from the church premises, to be followed by a similar permanent injunction after appropriate proceedings were completed. On December 24, 2014, the trial court entered the requested temporary restraining order barring Howard from the church premises.

Howard thereafter moved the trial court to dissolve the temporary restraining order, asserting that the five deacons purporting to act on behalf of the church in bringing the litigation were not currently leaders or even members of the church, having been expelled in October 2012. He further argued that when those deacons and/or their predecessors had incorporated the corporation through which they continued to control the finances of the church they had never consulted with the congregation or sought its approval. Howard also argued that the temporary restraining order was inappropriate because the corporation had not alleged that any harm would

⁴Three of the five deacons serving as directors of the corporation at the time this litigation began were also original incorporators. We further note that one of those three deacons subsequently stated in a deposition that the body of the church did in fact give the deacons authority to form the corporation.

result from Howard attending church services and that, in any event, he had never been banished from the church or agreed to stay away from the church premises. Howard followed his motion to dissolve the temporary restraining order with his own complaint, naming as defendants the corporation and its five directors -- Jessie J. Robinson, Asberry Diffin, Abraham Kimbell, Jr., James E. Todd, Tommy R. Briggs -- and asserting claims of conversion, breach of fiduciary duty, unjust enrichment, breach of contract, replevin, and conspiracy and seeking an accounting of church funds from 2005 to the present, a temporary restraining order enjoining the corporation and its directors from expending any church funds, and an order requiring the corporation to turn over all funds held on the church's behalf to Howard. The corporation and its five directors subsequently moved the trial court to dismiss Howard's counterclaims, and Howard filed a similar motion asking the trial court to dismiss the complaint that had initiated this action.

On March 20, 2015, the trial court held a hearing on the pending motions, and, on March 23, 2015, the trial court entered an interlocutory order providing for the management of

the church until the legal issues were fully resolved. order provided, among other things, that a representative appointed by the State Baptist Board to which the church belonged would monitor church services each week and would supervise the handling of all offerings; that church finances would "remain under their present structure and control" but that only normal operating expenditures would be made; that Howard and a quest preacher selected by the deacons would preach on alternate weeks; that no party would conduct meetings on church premises other than the scheduled Sunday services; and that all parties and church members would refrain from discussing the litigation, disparaging one another, or soliciting support while on church premises.⁵ This order effectively dissolved the temporary restraining order entered against Howard in December 2014 but did not resolve the pending motions to dismiss.

The corporation and its directors thereafter again moved the trial court to dismiss Howard's counterclaims, supporting their motion with documentary evidence; they also separately

⁵No party challenged the trial court's authority to enter the March 23 order, and there is some indication that the order merely reflects an agreement reached by the parties.

moved the trial court to enter an order requiring Howard to return the \$16,600 he had received if it was determined that he was allowed to remain as pastor. Howard subsequently also supplemented his previously filed motion to dismiss with documentary evidence. On June 2, 2015, the trial court entered a final judgment dismissing all the claims asserted by the parties based either on their lack of standing or the court's lack of jurisdiction. The trial court explained its judgment as follows:

"The heart of the dispute and litigation in the present case is whether Howard is or is not the pastor of St. Union Baptist Church. The choice of a pastor for a church is based wholly on Biblical principles for which a court cannot interfere without violating the United States Constitution and the Constitution of the State of Alabama. All cases adjudicated by the Alabama Supreme Court throughout its history have respected this principle. congregation of St. Union Baptist Church by majority vote ('pure democracy' per <u>Blount [v. Sixteenth St.</u> Baptist Church, 206 Ala. 423, 426, 90 So. 602, 604 (1921)]) must choose or terminate its pastor. This court nor the legislature through its business organization statutes nor any church member or minority group of members can alter this principle. The dispute over whether Howard resigned or not and if he did whether he may be rehired as pastor is for the majority of the congregation to decide. Regardless of the various causes of actions and names of the parties, the central, substantive dispute is whether Howard is or is not the pastor and such is wholly spiritual and ecclesiastical in nature and the court cannot interfere."

On June 9, 2015, the corporation moved the trial court to reconsider its judgment, noting that the Sunday services at the church on June 7, 2015, had been "complete chaos" because Howard and his attorney had declared to the congregation that Howard was "back in charge" of the church and, the corporation asserted, Howard was also attempting to conduct another vote of the congregation to remove the deacons while resisting any attempt to have a vote conducted concerning his own position. The corporation accordingly requested that the trial court enter a finding of fact that Howard had resigned as pastor and appoint a mediator to oversee a fair election to determine the church's future. On June 11, 2015, the trial court denied that motion, again noting that the choice of a pastor was a spiritual matter beyond the jurisdiction of the court.

Subsequently, on June 29, 2015, Howard moved the trial court to modify its judgment. Howard's motion also described a chaotic atmosphere at the June 7, 2015, services of the church and further stated that, on Sunday, June 14, 2015, church members had arrived at the church to discover that the deacons had changed the locks and posted notices stating that there would be no church services until further notice and

that any trespassers would be prosecuted. An altercation had occurred in which two church members suffered knife wounds, police were called, and criminal-trespassing warnings were issued to Howard and his wife. Howard further informed the court that the police had taken the position that the corporation controlled the church premises and could control access to those premises however it wished to do so; accordingly, Howard asked the court to clarify that the corporation had no legal right to bar him from the church premises. Howard also asked the trial court to reconsider the dismissal of the counterclaims he had asserted against the corporation and its directors, arguing that those claims did not involve ecclesiastical or spiritual matters but concerned the financial affairs and property rights of the church.

On July 13, 2015, the corporation filed its notice of appeal to this Court, docketed as appeal no. 1141132, challenging the trial court's June 2 order dismissing the corporation's claims; however, because Howard's postjudgment motion was still pending in the trial court, that notice of appeal was held in abeyance pursuant to Rule 4(a)(5), Ala. R.

⁶Howard asserts that the police and local government leaders are biased against him and in favor of the deacons.

App. P. Howard thereafter filed an amended complaint, noting that he had, on July 11, 2015, presided over a conference of church members held outside the church building at which, he claimed, the members had unanimously voted to disassociate the church from the corporation, to expel the five directors of that corporation from the church, to elect three new deacons, and to empower Howard to take whatever action was necessary through the court system to restore the church to its members. He accordingly moved the trial court to enter an order barring the five directors of the corporation from church premises and requiring them to deliver to him all financial records of the church. He further asked the trial court to advise the police and other local government officials that the corporation did not control the church and that only he was authorized to act on behalf of the church.

On July 28, 2015, the trial court entered an order denying Howard's motion to modify the June 2 judgment but setting forth temporary guidelines to govern the operation of the church pending the resolution of the corporation's appeal. That order effectively provided that the two factions would alternate possession of the church on a weekly basis and that

neither the deacons nor Howard would enter the church on the weeks assigned to the other. On August 10, 2015, Howard filed his notice of appeal of the trial court's June 2 judgment, docketed as appeal no. 1141212. The corporation's and Howard's appeals have since been consolidated for the purpose of writing one opinion.

II.

Both the corporation and Howard are asking this Court to review the trial court's June 2 order dismissing their respective claims based on either a lack of standing or a lack of jurisdiction. We have stated that both the issue of standing and issues of jurisdiction present pure questions of law; accordingly, we afford the trial court's ruling no deference on appeal and consider those issues de novo. Lumpkin v. State, 171 So. 3d 599, 600 (Ala. 2014), and Blue Cross & Blue Shield of Alabama v. Hodurski, 899 So. 2d 949, 953 (Ala. 2004).

III.

We first consider the trial court's dismissal of the claims asserted by the corporation against Howard stemming from Howard's decision to continue acting as pastor of the

church in spite of the fact that he accepted \$16,600 from the corporation in exchange for his agreement to resign his pastorate. In dismissing the corporation's complaint, the trial court concluded that the question at the heart of the corporation's claims — whether Howard could continue as the pastor of the church — was a spiritual and ecclesiastical matter in which the court could not interfere without violating both federal and state constitutional provisions. This conclusion is well founded in light of our prior caselaw on the topic.

In <u>Williams v. Jones</u>, 258 Ala. 59, 66-67, 61 So. 2d 101, 107-08 (1952), the trial court was asked to decide a dispute among members of the Twenty-Second Avenue Baptist Church in Birmingham regarding the continued employment of their pastor. Members on both sides of the dispute ultimately agreed that the trial court should supervise an election to settle that question; they further requested that the court appoint a special master to conduct the proceedings. The trial court thereafter acted in accordance with that agreement and, following the election, entered its judgment based on the report of the special master. However, after representatives

of the losing faction appealed, this Court reversed the judgment of the trial court, holding that the dispute was beyond the jurisdiction of the court and further stating that "[w]e have been unable to find any authority which even remotely tends to uphold the jurisdiction of the civil courts in a matter of this kind." 258 Ala. at 67, 61 So. 2d at 109.

Subsequently, in <u>In re Galilee Baptist Church</u>, 279 Ala. 393, 394, 186 So. 2d 102, 103 (1966), this Court was called upon to "bring order out of a chaotic condition" inside Galilee Baptist Church in Birmingham as a result of a rift in the congregation regarding the pastor and claims by those on one side of the dispute that the pastor refused to leave his pastorate notwithstanding the fact that he had been properly relieved of his duties. After representatives of both factions petitioned the trial court for an injunction seeking to exclude the other faction from the church, the trial court held that the pastor was legally entitled to continue to "occupy the pulpit," provided he agreed to schedule a meeting for a congregational vote to decide his future and the future of other church officers. 279 Ala. at 396, 186 So. 2d at 105.

After both factions appealed, this Court reversed the judgment of the trial court, stating:

"[T]he court was without authority to grant to [the pastor] the right to occupy the pulpit of the church subject to the condition that he call congregational meeting on the date specified in the Such action would in effect amount to the court taking over and running the affairs of the Galilee Baptist Church. This is beyond the jurisdiction of the court. Williams v. Jones, 258 Ala. 59, 61 So. 2d 101 [(1952)]. Spiritualities are beyond the reach of temporal courts, and a pastor may be deposed by a majority of the members at a congregational meeting at any time, so far as the civil courts are concerned, subject only to inquiry by the courts as to whether the church, or its appointed tribunal has proceeded according to the law of the church. Barton v. Fitzpatrick, [187 Ala. 273, 65 So. 390 (1914)]."

279 Ala. at 397, 186 So. 2d at 106. See also Odoms v. Woodall, 246 Ala. 427, 429, 20 So. 2d 849, 851 (1945) ("The civil courts will not take jurisdiction of a controversy arising out of the removal of a minister if the right to the position is merely spiritual or ecclesiastical."), and McGlathery v. Richardson, 944 So. 2d 968, 977 (Ala. Civ. App. 2006) (Murdock, J., concurring specially) ("[T]he underlying dispute in the present case arises out of a minority of the church members' interests in voicing their disapproval of the pastor to the majority of the church. Such a dispute is a

spiritual or ecclesiastical matter that is beyond the jurisdiction of a civil court.").

The corporation nevertheless argues that the instant case is distinguishable from the cited cases inasmuch as Howard executed a contract formalizing his resignation. That fact, corporation argues, makes this a civil and/or contractual dispute as opposed to an ecclesiastical one. disagree. As the trial court implicitly recognized in its order dismissing the corporation's claims, even if Howard had resigned, there is still the question whether he could rescind his resignation or be rehired as pastor if that was the desire of the majority of the church's members. Ultimately, only the congregation, not this Court, can answer that question. See, e.g., Abyssinia Missionary Baptist Church v. Nixon, 340 So. 2d 746, 748 (Ala. 1976) ("This court takes cognizance of the well established case law of this State pertaining to the Baptist Church and the limited nature of this State's courts' jurisdiction over the business transacted within the Baptist In a Baptist Church, the congregation rules. majority of the members of the church control the business of the church, and the minority must submit to the will of the

majority."). Accordingly, we affirm the trial court's dismissal of the corporation's complaint.

IV.

We next consider the trial court's dismissal of Howard's claims asserting conversion, breach of fiduciary duty, unjust enrichment, breach of contract, replevin, and conspiracy and seeking an accounting of church funds from 2005 to the present, a temporary restraining order enjoining the corporation and its directors from expending any church funds, and an order requiring the corporation to turn over to Howard all funds held on behalf of the church. The gravamen of Howard's claims is that the corporation and its directors have wrongfully refused him access to financial records of the church and to church funds, and he also makes vaque allegations that the corporation and its directors have misused church funds. The corporation denies that Howard has been refused access to any records, denies any misuse of church funds, and maintains that it is the proper party to control the church's finances. Unlike the selection of a pastor, these are not ecclesiastical issues that a court lacks jurisdiction to consider.

In McClendon v. Pugh, 49 So. 3d 1238, 1239 (Ala. Civ. App. 2010), the Court of Civil Appeals considered an appeal stemming from similar facts: A Baptist church's board of deacons acted to discharge the church's pastor, and, instead of leaving his pastorate, the pastor then called a meeting at which he presided over the election of a new board of deacons amenable to his continued employment. The original deacons then sued the pastor, alleging that he had mismanaged church property and misused church funds and requesting, among other things, that the trial court enjoin the pastor from using any other church assets, order an accounting of church bank accounts from the time the pastor gained access to them, and compel the pastor to resign. After the pastor complied with the trial court's subsequent order to conduct a new election of deacons -- at which the pastor's favored candidates again were elected -- the pastor moved for a summary judgment, arguing that the deacons' remaining claims dealt with internal church matters outside the jurisdiction of the court; the deacons countered by arguing that the issues they had raised "related solely to financial and property rights, not ecclesiastical or religious differences." 49 So. 3d at 1239.

The trial court agreed with the pastor and entered a summary judgment in his favor; however, on appeal the Court of Civil Appeals reversed that part of the trial court's judgment, stating:

"We are limited in our authority to interfere with the internal matters of a church. McKinney v. Twenty-fifth Avenue Baptist Church, 514 So. 2d 837, 839 (Ala. 1987). 'As in the case with all churches, the courts will not assume jurisdiction, in fact has none, to resolve disputes regarding their spiritual ecclesiastical affairs. However, there jurisdiction to resolve questions of civil property rights.' Abyssinia Missionary Baptist Church v. Nixon, 340 So. 2d 746, 748 (Ala. 1976) (citing Williams v. Jones, 258 Ala. 59, 61 So. 2d 101 (1952)). The contestants argue that the trial court had jurisdiction to consider the relief requested in their complaint because, contestants argue, the underlying dispute in this case concerns the financial affairs and property interests of the Church and does not involve any spiritual or ecclesiastical concerns.

"The contestants rely on Yates v. El Bethel Primitive Baptist Church, 847 So. 2d 331 (Ala. 2002), in which the Alabama Supreme Court considered the question whether the courts had jurisdiction over a dispute between rival factions of a church. In holding that the courts had jurisdiction in that case, our supreme court noted that '"the civil courts of this state have taken jurisdiction of disputes between factions of Baptist churches or of churches similarly governed on the ground that property or civil rights were involved."' Yates, 847 So. 2d at 336 (quoting Williams, 258 Ala. at 62, 61 So. 2d at 104). Our supreme court went on to note that that case 'began as one involving the finances, financial assets, and business of the

Church, not any of its purely ecclesiastical or spiritual features, and those financial and business aspects of the Church have remained center stage throughout.' Id. at 336. Thus, the question whether the trial court had jurisdiction in this case to consider the contestants' claims for relief is dependent on whether this case involves matters of spiritual or ecclesiastical concerns or if it involves matters of financial and property rights.

"In this case, the contestants alleged that [the pastor | mismanaged the financial assets and the the Church. property of The contestants' allegations that [the pastor] had used Church funds for personal gain, that he had mismanaged Church property, that he had destroyed church records, and that he had refused to comply with a subpoena duces tecum do not involve any ecclesiastical or spiritual matters. As in Yates, 'neither side ... seeks to raise [theological] questions. They argue no issues of differences in religious faith or creed, and arque no spiritual conflicts, or ecclesiastical doctrine. Rather, the underlying dispute revolves around the property of the Church -- control over its financial assets and affairs -- and not God.' Id. at 346. Because this case does not involve any ecclesiastical or spiritual issues and is instead focused solely on issues involving the financial affairs and property rights of the Church, we hold that the trial court had jurisdiction to consider the merits of the contestants' complaint."

49 So. 3d at 1240-41. The claims asserted by Howard similarly concern the church's financial assets and affairs, which are not theological questions or ecclesiastical or spiritual issues. Accordingly, the trial court erred by concluding that

it lacked jurisdiction to consider Howard's claims, and its judgment in that regard is due to be reversed.

V.

The trial court dismissed both the claims asserted by the corporation against Howard and the counterclaims asserted by Howard against the corporation and its directors. We affirm the trial court's dismissal of the corporation's claims in 1141312 because the trial court correctly appeal no. determined that it lacked jurisdiction to resolve the ecclesiastical issue presented in that appeal. However, we reverse the dismissal of Howard's claims in appeal no. 1141212 because the issues underlying that appeal involve only the financial affairs and property rights of the church, not

The trial court also stated that it was dismissing the claims asserted by Howard because he lacked standing. On appeal, the parties have not addressed the issue of Howard's standing; however, we think it evident that Howard, a member of the church and the presumed pastor, has standing to pursue his claims. See, e.g., Walters v. Stewart, 838 So. 2d 1047, 1051 (Ala. Civ. App. 2002) ("Although [the pastor] challenges the standing of [the appellees] based on what, he says, is their current nonattendance at church services, our supreme court has held that even former church members have standing to sue when the issues are their alleged wrongful expulsion and the claimed misappropriation of church funds by the minister. See Abyssinia Missionary Baptist Church v. Nixon, 340 So. 2d 746 (Ala. 1976).").

ecclesiastical matters, and we remand the case for proceedings consistent with this opinion.

1141132 -- AFFIRMED.

Bolin, Parker, Main, Wise, and Bryan, JJ., concur.

Shaw, J., concurs specially.

Murdock, J., dissents.

1141212 -- REVERSED AND REMANDED.

Bolin, Shaw, Main, and Wise, JJ., concur.

Murdock, J., concurs specially.

Bryan, J., concurs in the result.

Parker, J., dissents.

SHAW, Justice (concurring specially in appeal no. 1141132).

It does not appear that St. Union Baptist Church, Inc. ("the corporation"), has filed a <u>claim</u> seeking damages based on a breach of the contract in which James M. Howard, Sr., agreed to resign as pastor of St. Union Baptist Church and accept the sum of \$16,600. Nor has it alleged a claim that it is <u>currently</u> entitled to recover that sum from Howard. In my opinion, such claims over those funds would arguably involve the financial affairs and property rights of the church, claims over which the trial court would have jurisdiction. We are not, however, called upon in either of these appeals to address whether the trial court can determine the ownership of those funds.

^{*}It appears that the corporation has cited the contract as a defense to Howard's counterclaim and third-party complaint. In its responses to the counterclaim and third-party complaint, the corporation argues that the \$16,600 must be returned if the trial court holds that the contract is invalid. However, it does not appear that a claim for the funds constitutes part of the action over which this Court holds that the trial court had no jurisdiction.

MURDOCK, Justice (concurring specially in appeal no. 1141212 and dissenting in appeal no. 1141132).

It appears that the appeal and the cross-appeal are two sides of the same coin. I would reverse the trial court's judgment in both cases.

As this Court reiterated in Foster v. St. John's Baptist Church, Inc., 406 So. 2d 389, 391 (Ala. 1981): "Alabama follows the general rule expressed in Odoms v. Woodall, 246 Ala. 427, 429, 20 So. 2d 849, 851 (1945): 'The civil courts will not take jurisdiction of a controversy arising out of the removal of a minister if the right to the position is merely spiritual or ecclesiastical. ...'" And in Odoms v. Woodall, 246 Ala. 427, 429, 20 So. 2d 849, 851 (1945), the Court also said that a man's status as a pastor of a church is left to the appropriate church tribunal "if there is no violation of contractual right."

But the claims asserted by St. Union Baptist Church, Inc., and its directors at issue in appeal no. 1141132 are not "merely spiritual or ecclesiastical." Here, there is a civil

⁹As the Court likewise stated in Odoms: "[I]f [a pastor] has a civil or property right in his position, the civil courts will protect that right." 246 Ala. at 429, 20 So. 2d at 851. The converse -- civil court protection of a contract right to exclude someone as pastor -- would also be true.

contract and an alleged "violation of contractual right."

Under the apparent terms of that contract, one party to the contract, the corporation, paid the other party, James M. Howard, Sr., \$16,600 in return for that other party's agreement that he would no longer serve as the pastor of St. Union Baptist Church. The corporation now seeks to enforce that contract.¹⁰

As the corporation argues, then, this case is about the enforcement of a civil contract. That fact, among others discussed below, distinguishes the corporation's initial action from other cases in which courts have declined to involve themselves. The main opinion disagrees with this contention on the ground that "there is still the question whether [Howard] could rescind his resignation or be rehired as pastor if that was the desire of the majority of the church's members."

So. 3d at

But it is this very

¹⁰Applicable principles of law governing available remedies for breach of contract may or may not allow for the injunctive relief or specific performance sought by the corporation. That issue goes to the legal merits of the case, not what this Court has referred to as "jurisdiction" to decide those merits. See generally, e.g., Odoms, 246 Ala. at 429, 20 So. 2d at 851 (referring to the issue as whether the courts should "take jurisdiction" over a dispute involving church affairs).

"rescission" that the corporation contends constitutes the violation of the contract that, by this action, it seeks to enforce. As for the possibility of the majority of the church members voting to rehire Howard as pastor, Howard claims that, in essence, that already has happened. But the directors of the corporation deny the efficacy of any such vote.

At this point, in fact, I believe there are issues common to both the original action of the deacons of the church and the counterclaim filed by Howard that go beyond the efficacy and the remedy, if any, of the contract itself. Based on the entirety of the pleadings and the record evidence already presented, I conclude that there are contract and property rights at stake that require the courts to address the following questions: (a) whether Howard is in fact the current pastor of the church, (b) if so, whether Howard has been duly authorized to file this action on behalf of the church, and (c) whether the deacons are still the deacons of the church and, if they are, whether they, acting as such or as the directors of the corporation, have authority over the church property at issue.

This Court's opinion in Odoms is instructive:

"So that the controversy seems to narrow to one of whether the officers of the church have the control of the use of the church house and can direct its preaching and teaching, especially when approved by a majority of its members, or whether Woodall claiming to be its pastor can control the use of the property with the approval of a minority not acting as a church congregation.

"

"If the complainants can sustain by due proof taken according to equity rules the matter set forth in the sworn bill and affidavits, relief would be due them in respect to the right to hold and use the property of the church.

"If no property rights are involved, there is no jurisdiction of the court to interfere. 45 Amer. Jur. 755, section 45; <u>Caples v. Nazareth Church</u>, 245 Ala. 656, 18 So. 2d 383 [(1944)]. ... The civil courts will not interfere in its internal affairs, except to protect property rights. ...

"....

"The complainants in the instant case tender a justiciable question when they allege that a tribunal of the church having authority has withdrawn from Woodall his rights as an elder and to preach in its house of worship, but that he refuses to abide by that action and holds properties of the church, and contends that he has the right to preach in it and use its properties contrary to the direction and authority of such church tribunal. Woodall's denial of that claim, set out in his affidavit, shows the propriety of its trial in civil courts to determine the right to the control and use of the church property."

246 Ala. at 429-30, 20 So. 2d at 850-51.

In <u>Gewin v. Mt. Pilgrim Baptist Church</u>, 166 Ala. 345, 51 So. 947 (1909), this Court concluded that the question before it was not one of religious doctrine, but which of two factions stood for the "true Mt. Pilgrim Church" and, therefore, had title to the church property and the right of possession of that property:

"It must be conceded that the courts have no power to revise ordinary acts of church discipline or pass upon controverted rights of membership. Hundley v. Collins, 131 Ala. 234, 32 So. 575, 90 Am. St.Rep. 33 [(1902)]. But such considerations are attended to when they form the basis upon which civil rights and rights of property depend. While the courts cannot decide who ought to be members, they may inquire whether any disputed act of the church affecting property rights was the act of the church, or of persons having no authority. Bouldin v. Alexander, 15 Wall. 131, 21 L.Ed. 69 [(1872)]."

166 Ala. at 349, 51 So. at 948.

In <u>Abyssinia Missionary Baptist Church v. Nixon</u>, 340 So. 2d 746 (Ala. 1977), this Court said:

"A more accurate reflection of present Alabama law on this subject is found in <u>In re Galilee Baptist Church</u>, 279 Ala. 393, 186 So. 2d 102 (1966); also involving a dispute between two opposing factions, and the alleged expulsion of the pastor at a congregational meeting. This court demonstrated it is proper for the courts to inquire whether a congregational meeting, at which church business is to be transacted, was preceded by adequate notice to the full membership, and whether, once called, the meeting was conducted in an orderly manner and the

expulsion was the act of the authority within the church having the power to order it.

"Once the court is presented with sufficient evidence regarding the regularity of the meeting, it will then generally refuse to inquire further as to the fruits of the meeting. As was stated in Galilee:

"'Spiritualities are beyond the reach of temporal courts, and a pastor may be deposed by a majority of the members at a congregational meeting at any time, so far as the civil courts are concerned, subject only to inquiry by the courts as to whether the church, or its appointed tribunal has proceeded according to the law of the church.'"

340 So. 2d at 748. See also <u>Yates v. El Bethel Primitive</u>

<u>Baptist Church</u>, 847 So. 2d 331, 336 (Ala. 2002) (noting that,

"[i]n <u>Williams v. Jones</u>, 258 Ala. 59, 62, 61 So. 2d 101, 104

(1952), we cited several of our cases in which, 'the civil courts of this state have taken jurisdiction of disputes between factions of Baptist churches or of churches similarly governed on the ground that property or civil rights were involved'" and that "[t]his case began as one involving the finances, financial assets, and business of the Church, not any of its purely ecclesiastical or spiritual features, and those financial and business aspects of the Church have remained center stage throughout").

Based on the entirety of the pleadings and the evidence before us, it appears to me that, in the present case, civil and property rights are at stake that require the courts to decide a number of issues, including, but not necessarily limited to, the following: (1) whether the action taken to remove the deacons over two years ago was taken in accordance with the law of the church, (2) whether the congregation or Howard would be estopped or otherwise prevented from relying on that action as a result of the passage of time and/or subsequent acts or omissions of the parties, and (3) whether there have in fact been more recent, efficacious votes by the congregation to remove the deacons and/or to rehire Howard following his resignation.

That said, in the event that it is determined that Howard does not in fact have the capacity (and I submit that the issue would be one of capacity, not standing) to represent the interests of the church in this litigation, then the counterclaims may be due to be dismissed for lack of such capacity and/or the absence of necessary and indispensable parties. At this juncture, however, I believe the trial court's disposition of the parties' claims was not proper;

therefore, I would reverse the judgment of the trial court in the appeal as well as the cross-appeal.