

The 990 & Tax Reporting Compliance for Nonprofit Rescues



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Poll Questions



Raise your hand

(see hand button on right column)...

Is your organization exempt under 501(c)(3)
of the IRC?

Have you filed a Form 990?

Advantages of Being a 501(c)(3)

- Credibility to your organization
- Contribution deductibility
- Separation of finances between charity and personal

Applying for Tax Exempt Status

- File application on form 1023 with IRS
 - Receive a letter from IRS
- Mission statement
- Activities
- State Laws and State Exemption

Federal Tax Obligations

- Form 990
- Form 990-EZ
- 990N (postcard)
- 990-T

Completing Form 990

- Page 1 Part 1 Q. 1 of Form 990 - Activities and relates to purpose
- Statement of Program Service Accomplishments (Page 2 part III Q. 1)
- Website matches your activities/purposes
- Attach all schedules

Fundraising

- Continuing and reliable source of funding.
- Private endowment that guarantees a certain amount every year, or perhaps an annual grant from a foundation.
- Membership program
- Donations from the public
- Donations-in-kind

Activities that Further Mission

- Notify IRS if your mission or activities change
- Align yourself with other organizations with similar activities
- Solicit donations to further your purpose

Jeopardizing Activities

- Political activities
- Unrelated Business Income
- Inurement/Private Benefit

Questions?