



USA WOA

USA WOA 501C(19) IRS DESIGNATION

NOVEMBER 1, 2021



OUTLINE



- **IRS Group Exemptions for Regions and Chapters**
- **Candid (GuideStar Listing)**
- **Combined Federal Campaign Listing**
- **Online Fundraising Sites**
- **GrantWatch**



IRS GROUP EXEMPTION PROCESS



- **Upon receipt of an application Form 1023, 1024 or 1024-A and a request for group exemption, the IRS first determines whether the central organization and the existing subordinates qualify for tax exemption.**
- **Once the IRS grants the exemption, the central organization is responsible for:**
 - 1. Ensuring that its current subordinates continue to qualify to be exempt;**
 - 2. Verifying that any new subordinates are exempt; and**
 - 3. Updating the IRS annually of new subordinates, subordinates no longer to be included and subordinates that have changed their names or addresses.**



IRS GROUP EXEMPTIONS FOR REGIONS AND CHAPTERS



- **Criteria to be included in a group exemption:**
 - **Affiliated with the central organization;**
 - **Subject to the central organization's general supervision or control; and;**
 - **Exempt under the same paragraph of IRC 501(c), though not necessarily the paragraph under which the central organization is exempt.**
 - **(Revenue Procedure 80-27, 1980-1 C.B. 677 sets forth additional criteria.)**



IRS REQUEST FOR A GROUP EXEMPTION



Letter to the IRS on behalf of itself and its subordinates. The letter includes:

- A. Information verifying the existence of the required relationship;**
- B. A sample copy of a uniform governing instrument (such as a charter, trust indenture or articles of association) adopted by the subordinates;**
- C. A detailed description of the subordinates' purposes and activities including the sources of receipts and the nature of expenditures;**
- D. An affirmation by a principal officer that, to the best of the officer's knowledge, the subordinates' purposes and activities are as stated in (b) and (c) above;**
- E. A statement that each subordinate to be included in the group exemption letter has furnished written authorization to the central organization;**
- F. A list of subordinates to be included in the group exemption letter to which the IRS has issued an outstanding ruling or determination letter relating to exemption;**
- G. If the application for a group exemption letter involves IRC 501(c)(3), an affirmation to the effect that, to the best of the officer's knowledge and belief, no subordinate to be included in the group exemption letter is a private foundation as defined in IRC 509(a);**
- H. For each subordinate that is a school claiming exemption under IRC 501(c)(3), the information required by Rev. Proc. 75-50, 1975-2 C.B. 587 (as modified by Rev. Proc. 2019-22, 2019-22 I.R.B 1260) and Revenue Ruling 71-447, 1971-2 C.B. 230; and**
- I. A list of the names, mailing addresses (including ZIP Code), actual addresses (if different) and employer identification numbers of subordinates to be included in the group exemption letter.**

(A current directory of subordinates may be furnished in lieu of the list if it includes the required information and if the subordinates not to be included in the group exemption letter are identified.)



IRS GROUP EXEMPTION ANNUAL UPDATES



- A. Information about changes in purposes, character or method of operation of subordinates.**
- B. Lists of:**
1. Changed their names or addresses;
 2. Subordinates that :
 1. Ceased to exist;
 2. Disaffiliated;
 3. Withdrawn their authorization to the central organization.
 3. Subordinates to be added.
 4. Each list must show the names, mailing address (including ZIP Codes), actual address (if different) and employer identification numbers of the affected subordinates.
(An annotated directory of subordinates will not be accepted for this purpose. If none of these changes occurred, the central organization must submit a statement to that effect.)
- C. The same information about new subordinates that was required in the initial request. If a new subordinate does not differ in any material respects from the subordinates included in the original request, however, a statement to this effect may be submitted in lieu of detailed information.**



CANDID / GUIDESTAR



- **Foundation Center and GuideStar – Candid**
- **GuideStar was one of the first central sources of information on U.S. nonprofits.**
- **World's largest source of information about nonprofit organizations.**
- **GuideStar verifies:**
 - **Recipient organization is established.**
 - **Donated funds go where the donor intended.**
- **GuideStar Seals of Transparency**
 - **Bronze – Mission Statement / Donor Info / Leadership**
 - **Silver – Program Info / Brand Logo / Website / Social Media**
 - **Gold - Audited financial Report / Leadership Demographics**
 - **Platinum - Strategic plan or strategy / One metric demonstrating your progress**



CANDID / GUIDESTAR PRODUCTS



Candid

- [Candid](#)
- [Candid Learning](#)
- [CF Insights](#)
- [GlassPockets](#)
- [GrantCraft](#)

GuideStar

- [Foundation Directory Online](#)
- [Foundation Maps](#)
- [APIs](#)
- [Funding Information Network](#)
- [Grants to Individuals](#)
- [GuideStar nonprofit profiles](#)
- [GuideStar Pro](#)
- [GuideStar Charity Check](#)
- [Nonprofit Compensation Report](#)
- [Nonprofit training](#)



COMBINED FEDERAL CAMPAIGN



- **Annual application.**
- **Complete application for previous approved applications every third year.**
- **Required Documentation:**
 - **service description**
 - **IRS Determination Letter**
 - **Audited Financial Statements**
 - **Current IRS Form 990**
 - **Payment of Fees:**
 - **Application Fee: National/International Federation - \$1,587**
 - **Listing Fee: Tier III National/International Organization - \$328**



ONLINE CROWDFUNDING SITES



- [GoFundMe](#) - \$9 B
- [Kickstarter](#) - \$3 B
- [Indiegogo](#) - \$1.5 B
- [Donorbox](#)
- [Patreon](#)



GRANTWATCH



- [GrantWatch](#)
- **Current Grants for Nonprofits - 5,286**
- **Search by:**
 - **Recipient**
 - **Location**
 - **Category**



QUESTIONS?

THANK YOU!