

# Table of Contents

## Volume 1

### CHAPTER 1. NATURE OF NONPROFIT ORGANIZATIONS

- § 1:1 Nonprofit organization
- § 1:2 Nonprofit versus profit status
- § 1:3 Alternatives to incorporation
- § 1:4 —Charitable trust
- § 1:5 — —Creation of charitable trust
- § 1:6 — —Operation of charitable trust
- § 1:7 — —Form for declaration of trust
- § 1:8 — —Alternative form executed by donor and trustee
- § 1:9 —Association
- § 1:10 Incorporation of nonprofit organizations
- § 1:11 Model Nonprofit Corporation Acts
- § 1:12 Summary of State Acts
- § 1:13 —Alabama Nonprofit Corporation Act
- § 1:14 —Alaska Nonprofit Corporation Act
- § 1:15 —Arizona Nonprofit Corporation Act
- § 1:16 —Arkansas Nonprofit Corporation Act
- § 1:17 —California Nonprofit Corporation Acts
- § 1:18 —Colorado Nonprofit Corporation Act
- § 1:19 —Connecticut Nonstock Corporation Act
- § 1:20 —Delaware Corporation Act
- § 1:21 —District of Columbia Nonprofit Corporation Act
- § 1:22 —Florida Nonprofit Corporation Act
- § 1:23 —Georgia Nonprofit Corporation Code
- § 1:24 —Hawaii Nonprofit Corporation Act
- § 1:25 —Idaho Nonprofit Corporation Act
- § 1:26 —Illinois General Not-for-Profit Corporation Act
- § 1:27 —Indiana Nonprofit Corporation Act
- § 1:28 —Iowa Nonprofit Corporation Act
- § 1:29 —Kansas Corporation Act
- § 1:30 —Kentucky Nonprofit Corporation Act
- § 1:31 —Louisiana Nonprofit Corporation Law
- § 1:32 —Maine Nonprofit Corporation Act
- § 1:33 —Maryland Corporations Code
- § 1:34 —Massachusetts Corporation Acts
- § 1:35 —Michigan Nonprofit Corporation Act
- § 1:36 —Minnesota Nonprofit Corporation Act
- § 1:37 —Mississippi Nonprofit Corporation Act
- § 1:38 —Missouri General Not-for-Profit Act
- § 1:39 —Montana Nonprofit Corporation Act

- § 1:40 —Nebraska Nonprofit Corporation Act
- § 1:41 —Nevada Nonprofit Corporation Acts
- § 1:42 —New Hampshire Corporations Act
- § 1:43 —New Jersey Nonprofit Corporation Act
- § 1:44 —New Mexico Nonprofit Corporation Act
- § 1:45 —New York Not-for-Profit Corporation Law
- § 1:46 —North Carolina Nonprofit Corporation Act
- § 1:47 —North Dakota Nonprofit Corporation Act
- § 1:48 —Ohio Nonprofit Corporation Law
- § 1:49 —Oklahoma Corporation Acts
- § 1:50 —Oregon Nonprofit Corporation Act
- § 1:51 —Pennsylvania Corporation Not-for-Profit Code
- § 1:52 —Rhode Island Nonprofit Corporation Act
- § 1:53 —South Carolina Corporation Act
- § 1:54 —South Dakota Nonprofit Act
- § 1:55 —Tennessee Nonprofit Corporation Act
- § 1:56 —Texas Nonprofit Corporation Act
- § 1:57 —Utah Nonprofit Cooperative Association Act
- § 1:58 —Vermont Nonprofit Corporation Act
- § 1:59 —Virginia Nonstock Corporation Act
- § 1:60 —Washington Nonprofit Corporation Act
- § 1:61 —West Virginia Corporation Act
- § 1:62 —Wisconsin Nonstock Corporation Law
- § 1:63 —Wyoming Nonprofit Corporation Act
- § 1:64 Checklist of points to remember

## **CHAPTER 2. CREATION OF A NONPROFIT CORPORATION**

- § 2:1 Organization of a nonprofit corporation
- § 2:2 Articles of incorporation or certificate of formation
- § 2:3 Articles of incorporation—Form for articles of incorporation or certificate of formation
- § 2:4 —Purpose clause
- § 2:5 Corporate name
- § 2:6 —Form for application for reservation of corporate name
- § 2:7 Registered office and agent
- § 2:8 —Form for statement of change of registered office, registered agent, or both
- § 2:9 Incorporators
- § 2:10 Organizational meeting
- § 2:11 Bylaws
- § 2:12 —Form for bylaws
- § 2:13 Corporate minutes
- § 2:14 —Form for corporate minutes
- § 2:15 Powers of nonprofit corporation
- § 2:16 Defense of ultra vires
- § 2:17 Procedures to amend articles of incorporation
- § 2:18 —Articles of amendment

## TABLE OF CONTENTS

- § 2:19 —Form for articles of amendment
- § 2:20 Authorization to do business in another state
- § 2:21 —Certificate of authority
- § 2:22 —Form for application for certificate of authority
- § 2:23 Books and records
- § 2:24 Benefits to members
- § 2:25 Licenses and permits
- § 2:26 —Permits for charitable solicitations
- § 2:27 Obtaining tax-exempt status
- § 2:28 Summary of procedures to create a nonprofit corporation
- § 2:29 Checklist of points to remember

## CHAPTER 3. MEMBERS AND DIRECTORS OF A NONPROFIT CORPORATION

- § 3:1 Members
- § 3:2 —Meetings
- § 3:3 —Notice of members' meetings
- § 3:4 — —Form of notice of meeting of members
- § 3:5 — —Form of notice of special meeting
- § 3:6 —Right to vote
- § 3:7 —Voting by proxy
- § 3:8 — —Form of proxy
- § 3:9 —Right of members to inspect books and records
- § 3:10 —Derivative actions of members
- § 3:11 —Removal of members
- § 3:12 Directors
- § 3:13 —Election of directors
- § 3:14 —Meetings of directors
- § 3:15 —Management of affairs of a nonprofit corporation
- § 3:16 —Action of the board of directors
- § 3:17 —Removal of director
- § 3:18 Checklist of points to remember

## CHAPTER 4. LIABILITY OF MEMBERS AND DIRECTORS

- § 4:1 Liability of members
- § 4:2 Legal standards determining liability of directors
- § 4:3 General duties of trustees
- § 4:4 General duties of corporate directors
- § 4:5 —Duty of loyalty
- § 4:6 — —Corporate opportunity
- § 4:7 — —Use of inside information
- § 4:8 —Duty of care
- § 4:9 Standards applicable to nonprofit organizations
- § 4:10 Dissolution of nonprofit organization
- § 4:11 Statutory law relating to liability of directors
- § 4:12 —Investment of institutional funds
- § 4:13 —Indemnification of officers and directors

- § 4:14 —Immunity from liability
- § 4:15 Standing to sue
- § 4:16 Federal standard of care
- § 4:17 —Self-dealing—Section 4941
- § 4:18 —Excess benefit transactions—Section 4958
- § 4:19 Excise tax on executive compensation
- § 4:20 Reporting requirements
- § 4:21 Basic requirements to avoid liability
- § 4:22 Checklist of points to remember

## **CHAPTER 5. OFFICERS AND EMPLOYEES**

- § 5:1 Selection of officers
- § 5:2 Duties of officers
- § 5:3 Authority of officers
- § 5:4 Officers as employees
- § 5:5 Liability of officers
- § 5:6 Removal of officers
- § 5:7 Employees
- § 5:8 Occupational Safety and Health Act
- § 5:9 Workers' compensation
- § 5:10 Discrimination in employment—Title VII
- § 5:11 —Equal Pay Act
- § 5:12 —Age Discrimination in Employment Act
- § 5:13 Americans with Disabilities Act (ADA)
- § 5:14 Vocational Rehabilitation Act
- § 5:15 —Vietnam Era Veterans Readjustment Assistance Act
- § 5:16 Checklist of points to remember

## **CHAPTER 6. ACCOUNTING FOR NONPROFIT ENTERPRISES**

- § 6:1 Reporting practices of nonprofit enterprises
- § 6:2 Objectives of financial reporting for nonprofit enterprises
- § 6:3 Fund accounting
- § 6:4 Characteristics of financial statements for nonprofit enterprises
- § 6:5 —Form for financial statements of a nonprofit organization
- § 6:6 —Chart of accounts for nonprofit organization
- § 6:7 —AICPA
- § 6:8 Accounting methods
- § 6:9 Tax accounting
- § 6:10 —Tax accounting methods
- § 6:11 —Tax year
- § 6:12 Checklist of points to remember

## **CHAPTER 7. FEDERAL TAX-EXEMPT STATUS**

- § 7:1 Tax-exempt status—In general
- § 7:2 —Public inspection of annual returns

## TABLE OF CONTENTS

§ 7:3	—Application for tax-exempt status
§ 7:4	—Group exemption letter
§ 7:5	Charitable organizations
§ 7:6	—Public charities
§ 7:7	—Private foundations
§ 7:8	—Private operating foundations
§ 7:9	—Charitable trusts
§ 7:10	—Split-interest trusts
§ 7:11	—Application for exemption
§ 7:12	—Previous advance ruling as to tax-exempt status
§ 7:13	—Comments on Form 1023
§ 7:14	Other tax-exempt organizations
§ 7:15	—Social welfare organizations
§ 7:16	—Penalty tax on “excess benefit transactions”
§ 7:17	—Labor, agricultural, and horticultural organizations
§ 7:18	—Business leagues and development corporations
§ 7:19	—Social clubs and country clubs
§ 7:20	—Fraternal societies
§ 7:21	—Voluntary employees’ beneficiary associations
§ 7:22	—Benevolent life insurance associations, mutual irrigation, and cooperative telephone companies
§ 7:23	—Cemetery companies
§ 7:24	—War veterans’ organizations
§ 7:25	—Farmers’ cooperative associations
§ 7:26	—Political organizations
§ 7:27	— —Form 1120-POL for political organizations
§ 7:28	—Homeowners’ associations
§ 7:29	—Prepaid tuition programs
§ 7:30	—Cooperative service organizations
§ 7:31	—Other nonprofit organizations
§ 7:32	— —Earlier form of application for exempt status for credit unions with information for electronically filing Form 1024
§ 7:33	Loss of exempt status
§ 7:34	—Feeder organization
§ 7:35	—Prohibited transactions
§ 7:36	Appeal procedures
§ 7:37	—Appeal to courts
§ 7:38	—Declaratory judgments
§ 7:39	Disclosure requirements for fund-raising activities
§ 7:40	Checklist of points to remember

## CHAPTER 8. CHARITABLE ORGANIZATIONS AND THE CHARITABLE CONTRIBUTION DEDUCTION

§ 8:1	Charitable organizations—In general
§ 8:2	—Organizational test
§ 8:3	— —Sample articles of incorporation meeting organizational test
§ 8:4	—Operational test

- § 8:5 —Charitable purpose
- § 8:6 —Educational purpose
- § 8:7 —Scientific purpose
- § 8:8 Lobbying activities
- § 8:9 —Form for election and/or revoking election to engage in lobbying
- § 8:10 Charitable contributions deduction
- § 8:11 —Form for claiming deduction for noncash gifts
- § 8:12 —Form for donee reporting of disposition of donated property
- § 8:13 —Public charities
- § 8:14 —Private foundations
- § 8:15 —Private operating foundations
- § 8:16 —Private non-operating foundations distributing all their contributions
- § 8:17 —Private foundation maintaining a common fund
- § 8:18 —Gifts of less than an entire interest
- § 8:19 — —Remainder interest in farm or personal residence or gifts for  
conservational purposes
- § 8:20 — —Charitable lead trust
- § 8:21 — —Pooled income fund
- § 8:22 — — —Form of declaration for pooled income fund
- § 8:23 — — —Form of instrument of transfer to pooled income fund
- § 8:24 — —Charitable remainder trusts: annuity trusts and unitrusts
- § 8:25 — —Form for annuity trust
- § 8:26 — — —Form for unitrust
- § 8:27 Donor advised funds
- § 8:28 Checklist of points to remember

## CHAPTER 9. PUBLIC CHARITIES

- § 9:1 Definition of public charity
- § 9:2 Penalty tax on “excess benefit transactions”
- § 9:3 Section 509(a)(1) organizations
- § 9:4 —Churches
- § 9:5 —Educational organizations
- § 9:6 —Hospitals and medical research organizations
- § 9:7 —Organizations for the benefit of state and municipal colleges and universities
- § 9:8 —Governmental units
- § 9:9 —Publicly supported organizations
- § 9:10 — —One-third support test
- § 9:11 — —Facts and circumstances test
- § 9:12 Disqualified persons
- § 9:13 Exclusion for unusual grants
- § 9:14 Section 509(a)(2) organizations
- § 9:15 —One-third support test
- § 9:16 —Not more than one-third gross investment income test
- § 9:17 Section 509(a)(3) organizations
- § 9:18 —Organizational test
- § 9:19 —Operational test
- § 9:20 —Relationship with publicly supported charities

## TABLE OF CONTENTS

§ 9:21	— —Operated, supervised, or controlled by—Type I
§ 9:22	— —Supervised or controlled in connection with—Type II
§ 9:23	— —Operated in connection with—Type III
§ 9:24	—Control by disqualified persons
§ 9:25	—Organizations operated in conjunction with section 501(c)(4)-(6) organizations
§ 9:26	Section 509(a)(4) organizations
§ 9:27	Procedures to obtain public charity status
§ 9:28	—Completed Form 1023 for section 501(c)(3) organization seeking public charity status under sections 170(b)(1)(A)(vi) and 509(a)(1)
§ 9:29	Annual returns
§ 9:30	—Comments on Form 990
§ 9:31	Completed Form 990 and schedules for a public charity
§ 9:32	Completed Form 990EZ and Schedule A for public charity
§ 9:33	Checklist of points to remember

## CHAPTER 10. PRIVATE FOUNDATIONS

§ 10:1	In general
§ 10:2	Governing instrument
§ 10:3	Tax on net investment income
§ 10:4	Self-dealing
§ 10:5	—Correction of self-dealing
§ 10:6	—Specific Acts of self-dealing
§ 10:7	—Exceptions to self-dealing
§ 10:8	Failure to distribute income
§ 10:9	—Minimum investment return
§ 10:10	—Qualifying distributions
§ 10:11	—Timing of qualifying distributions
§ 10:12	Excess business holdings
§ 10:13	—Business holdings held on May 26, 1969
§ 10:14	Investments which jeopardize charitable purposes
§ 10:15	Taxable expenditures
§ 10:16	—Payments to influence legislation or an election
§ 10:17	—Grants to individuals
§ 10:18	— —Form for request of grant procedure approval
§ 10:19	—Grants to organizations
§ 10:20	—Grants to public charities and governmental agencies
§ 10:21	—Grants to employees
§ 10:22	—Expenditures for noncharitable purposes
§ 10:23	Private operating foundations
§ 10:24	—Qualifying distributions for operating foundations
§ 10:25	—Assets test
§ 10:26	—Endowment test
§ 10:27	—Support test
§ 10:28	—Procedure to obtain private operating foundation status
§ 10:29	—Application for exempt status for private operating foundation
§ 10:30	Nonexempt trusts
§ 10:31	—Charitable trusts

- § 10:32 —Split-interest trusts
- § 10:33 — —Completed Form 5227 for split-interest trust
- § 10:34 Annual returns for private foundations
- § 10:35 —Completed Form 990-PF for a private foundation
- § 10:36 Termination of private foundation status
- § 10:37 —Voluntary termination
- § 10:38 — —Transfer of assets to a public charity
- § 10:39 — —Operation as a public charity
- § 10:40 —Form for notice of termination of private foundation status
- § 10:41 —Transferee foundation
- § 10:42 Abatement of tax upon termination
- § 10:43 Checklist of points to remember

## Volume 2

### CHAPTER 11. UNRELATED BUSINESS TAXABLE INCOME

- § 11:1 In general
- § 11:2 Income from unrelated trade or business
- § 11:3 —Regularly carried on
- § 11:4 —Not substantially related to organization's exempt purpose
- § 11:5 —Specific exclusions from unrelated trade or business designation
- § 11:6 Income from trade or business—Specific exclusions from unrelated trade or business designation—Gift Shops
- § 11:7 — —Snack Bar and Cafeteria
- § 11:8 — —Parking Lot
- § 11:9 Income from unrelated trade or business—Income from advertising
- § 11:10 —Income from trade shows and public entertainment activities
- § 11:11 —Income from bingo games and games of chance
- § 11:12 —Unrelated trade or business of a hospital
- § 11:13 —Unrelated trade or business of a college or university
- § 11:14 —Corporate sponsorships
- § 11:15 —Income from museum shops
- § 11:16 —Travel tours
- § 11:17 —Income from sale of books and other publications
- § 11:18 Income from investments
- § 11:19 —Rental income
- § 11:20 —Royalty income
- § 11:21 —Income from security loans
- § 11:22 Income from controlled organizations
- § 11:23 Income from unrelated debt-financed property
- § 11:24 —Unrelated debt-financed property
- § 11:25 —Average acquisition indebtedness
- § 11:26 —Average adjusted basis
- § 11:27 Unrelated business taxable income of social clubs and employees' associations
- § 11:28 —Gross income from members
- § 11:29 —Set-aside income



## TABLE OF CONTENTS

- § 11:30 —Sales of property by social clubs and employees' associations
- § 11:31 Summary chart of unrelated business taxable income
- § 11:32 Reporting of unrelated business taxable income
- § 11:33 —Hypothetical Form 990T
- § 11:34 —Completed Form 990-T
- § 11:35 Checklist of points to remember

## CHAPTER 12. SPECIALIZED TAX PROBLEMS OF NONPROFIT ORGANIZATIONS

- § 12:1 Loss of tax-exempt status
- § 12:2 —Inurement
- § 12:3 —Excessive executive compensation
- § 12:4 —Feeder organization
- § 12:5 Commercial activities of nonprofit organizations
- § 12:6 Involvement in a partnership
- § 12:7 Shareholder in a for-profit corporation
- § 12:8 Public policy limitation
- § 12:9 Lobbying and political activities of nonprofit organizations
- § 12:10 Lobbying Disclosure Act
- § 12:11 Lobbying activities of Section 501(c)(3) organizations
- § 12:12 Lobbying activities of other nonprofit organizations
- § 12:13 Definition of lobbying
- § 12:14 Grass roots lobbying
- § 12:15 —Communications with members
- § 12:16 Lobbying expenditures—Allocation of expenditures to lobbying
- § 12:17 —Affiliation rules
- § 12:18 Exceptions to lobbying
- § 12:19 Political campaigns
- § 12:20 Lobbying and political activities—Penalty taxes
- § 12:21 Tax-exempt bond financing for Section 501(c)(3) organizations
- § 12:22 Checklist of points to remember

## CHAPTER 13. FUND RAISING

- § 13:1 Procedures
- § 13:2 Charitable contribution deduction for donors
- § 13:3 Deferred giving
- § 13:4 Valuation
- § 13:5 Disclosure requirements
- § 13:6 —Required statement for fundraising solicitations
- § 13:7 —Telephone, television, and radio solicitation
- § 13:8 —Membership dues solicitation
- § 13:9 Permits
- § 13:10 Pooled income fund
- § 13:11 Charitable trust
- § 13:12 Family foundation
- § 13:13 Charitable foundation operated as a public charity
- § 13:14 Charitable foundation operated as a private operating foundation

## CHAPTER 14. LEGAL PROBLEMS OF NONPROFIT CORPORATIONS

- § 14:1 Legal proceedings involving nonprofit organizations
- § 14:2 Right of association
- § 14:3 —Discriminatory practices of private associations
- § 14:4 —Judicial intervention in religious associations
- § 14:5 Standing of association to seek judicial relief
- § 14:6 Standing to challenge actions of nonprofit organizations
- § 14:7 Tort liability of nonprofit organizations
- § 14:8 Tort liability of nonprofit enterprises—Charitable immunity
- § 14:9 Application of Copyright Act to nonprofit enterprises
- § 14:10 —Originality requirement for works including digital images
- § 14:11 —Sources of copyright ownership
- § 14:12 —Copyright notice
- § 14:13 —Copyright protection—Application of copyright laws to the electronic age
- § 14:14 — —Computers as copyrightable works
- § 14:15 — —Protection of artist's moral right from internet downloading
- § 14:16 —Public performances of copyrighted music by nonprofit enterprises
- § 14:17 —Copyright infringement action
- § 14:18 —Liability of bulletin board operators and internet access providers
- § 14:19 —Forum and choice of law for infringement claim
- § 14:20 —Fair use of copyrighted works
- § 14:21 — —Internet downloading of digital images as fair use
- § 14:22 —Rights of privacy and publicity
- § 14:23 —Unfair competition by misappropriation
- § 14:24 —Licensing of digital images
- § 14:25 Securities laws
- § 14:26 —Exemptions for securities issued by nonprofit enterprises
- § 14:27 Sale of securities donated to nonprofit organization
- § 14:28 Compliance with state securities laws
- § 14:29 Application of antitrust laws to nonprofit enterprises
- § 14:30 Unfair competition
- § 14:31 Labor laws
- § 14:32 —Selection of labor representative
- § 14:33 —Duty to bargain in good faith
- § 14:34 —Subject matter of bargaining
- § 14:35 —Unfair labor practices
- § 14:36 —Strikes
- § 14:37 —Right to work laws
- § 14:38 Checklist of points to remember

## CHAPTER 15. MERGER, CONSOLIDATION, AND DISSOLUTION

- § 15:1 Procedure for merger or consolidation
- § 15:2 Effect of merger or consolidation
- § 15:3 Articles of merger or consolidation

## TABLE OF CONTENTS

§ 15:4	—Form of articles of merger
§ 15:5	—Form of articles of consolidation
§ 15:6	—Form of articles of merger or consolidation of domestic and foreign corporation
§ 15:7	Withdrawal of a foreign corporation
§ 15:8	Sale of assets
§ 15:9	Voluntary dissolution of a nonprofit corporation
§ 15:10	Distribution of assets
§ 15:11	—Cy pres doctrine
§ 15:12	—Articles of dissolution
§ 15:13	—Form for articles of dissolution
§ 15:14	Involuntary dissolution
§ 15:15	Procedures after dissolution
§ 15:16	Bankruptcy
§ 15:17	Checklist of points to remember

## CHAPTER 16. CHURCHES

§ 16:1	What is a church?
§ 16:2	State intervention in religious organizations
§ 16:3	—Establishment clause versus free exercise
§ 16:4	Property disputes
§ 16:5	Membership
§ 16:6	Employment
§ 16:7	Educational programs
§ 16:8	Solicitation
§ 16:9	Zoning
§ 16:10	Association status
§ 16:11	—Liability of and to members
§ 16:12	—Property ownership
§ 16:13	Incorporation of religious association
§ 16:14	—Alabama
§ 16:15	—Alaska
§ 16:16	—California
§ 16:17	—Delaware
§ 16:18	—Illinois
§ 16:19	—Kansas
§ 16:20	—New Jersey
§ 16:21	—New York
§ 16:22	—Pennsylvania
§ 16:23	—Texas
§ 16:24	—Utah
§ 16:25	Taxation issues
§ 16:26	—Tax-exempt status
§ 16:27	—Audit of churches
§ 16:28	—Unrelated business taxable income
§ 16:29	—Social security taxes for employees
§ 16:30	Checklist of points to remember

## CHAPTER 17. HOMEOWNER ASSOCIATIONS AND CONDOMINIUM ASSOCIATIONS

- § 17:1 Nature of homeowner and condominium associations
- § 17:2 —Condominium associations
- § 17:3 —Cooperative associations
- § 17:4 —Planned unit developments
- § 17:5 —Uniform Common Interest Ownership Act
- § 17:6 Powers of homeowners' associations
- § 17:7 Rights and liabilities of members
- § 17:8 Taxation issues
- § 17:9 Completed Form 1120-H
- § 17:10 Checklist of points to remember

## CHAPTER 18. MUSEUMS

- § 18:1 Organizational structure of museums
- § 18:2 Federal funding for museums
- § 18:3 Tax considerations of museums
- § 18:4 Laws relating to museum acquisitions
- § 18:5 —Application of state's Commercial Code to acquisitions
- § 18:6 — —Forgeries
- § 18:7 — —Stolen and illegally exported artworks and antiquities
- § 18:8 —Claims against and from foreign governments
- § 18:9 Statutes relating to acquisition of artifacts
- § 18:10 —Archaeological Resources Protection Act
- § 18:11 —Abandoned Shipwreck Act
- § 18:12 American Indian Religious Freedom Act
- § 18:13 Native American Graves Protection and Repatriation Act
- § 18:14 Pre-Columbian Art Act
- § 18:15 Convention on Cultural Property Implementation Act
- § 18:16 Laws relating to museum acquisitions—Gifts
- § 18:17 Gifts—Form for gift of personalty
- § 18:18 —Cy pres doctrine
- § 18:19 Charitable contribution deduction for gifts
- § 18:20 Valuation of gift property
- § 18:21 Laws relating to museum acquisitions—Loans
- § 18:22 Loans—Form for bailment contract
- § 18:23 International loans of artistic treasures
- § 18:24 Deaccessioning
- § 18:25 Historical preservation laws
- § 18:26 —State preservation laws
- § 18:27 Tax incentives for historic preservation
- § 18:28 Systematic collections
- § 18:29 —Lacey Act
- § 18:30 —Endangered Species Act
- § 18:31 —Marine Mammal Protection Act
- § 18:32 —Other Acts relating to protection of wildlife
- § 18:33 Rights of artists in their works

## TABLE OF CONTENTS

- § 18:34 —Moral right
- § 18:35 —Property rights
- § 18:36 —Freedom of expression
- § 18:37 Use of volunteers
- § 18:38 Use of guards
- § 18:39 Duties of museum directors and employees
- § 18:40 Checklist of points to remember

## CHAPTER 19. SCHOOLS

- § 19:1 Requirement of public education
- § 19:2 State board of education
- § 19:3 School districts
- § 19:4 Meetings of school boards
- § 19:5 Role of private schools
- § 19:6 Tax audits of private schools
- § 19:7 Liability of schools and school administrators
- § 19:8 Liability of schools—Governmental immunity
- § 19:9 —Eleventh amendment immunity
- § 19:10 Liability of private schools under Federal Civil Rights Acts
- § 19:11 Liability of schools and school administrators—Educational malpractice or student consumerism
- § 19:12 —Admission policies
- § 19:13 Ability grouping and special educational programs
- § 19:14 Liability of schools and school administrators—Disciplinary actions
- § 19:15 Student related searches and seizures
- § 19:16 Academic dismissal of students
- § 19:17 Student privacy
- § 19:18 Student expression
- § 19:19 Curriculum
- § 19:20 Teacher certification
- § 19:21 Contractual relations with teachers
- § 19:22 —Property interest in employment
- § 19:23 —Liberty interest
- § 19:24 First Amendment and academic freedom
- § 19:25 Procedural due process
- § 19:26 Contractual relations with teachers—Financial exigency
- § 19:27 —Affirmative action requirements
- § 19:28 Tort liability
- § 19:29 Religion and schools
- § 19:30 Race relationships and schools
- § 19:31 Federal tax reporting requirements of schools
- § 19:32 Checklist of points to remember

## CHAPTER 20. POLITICAL ORGANIZATIONS

- § 20:1 Political organizations and regulation of political involvement of nonprofit organizations

- § 20:2 Regulation of political involvement of nonprofit organizations—History of Federal Election Commission regulation of nonprofit organizations
- § 20:3 —Political expenditures of Section 501(c) organizations
- § 20:4 Political expenditures of Section 501(c) organizations—Directly related exempt function expenditures
- § 20:5 Taxation of political organizations, parties, and committees
- § 20:6 Exempt function of a political organization
- § 20:7 Taxation of political parties and committees—Organizational and operational test
- § 20:8 Newsletter fund
- § 20:9 Taxable income of a political organization
- § 20:10 Completed Form 1120-POL
- § 20:11 Political expenditures of Section 501(c) organizations—Indirect political expenditures
- § 20:12 Filing requirements of a Section 501(c) organization expending funds to support or defeat candidates for public office
- § 20:13 Political organizations—In general
- § 20:14 Registration of political organizations
- § 20:15 Regulation of contributions and expenditures of political committees
- § 20:16 Reports by political committees
- § 20:17 Political contributions by corporations, including nonprofit corporations, and labor organizations
- § 20:18 Independent political expenditures by unincorporated associations
- § 20:19 Checklist of points to remember

## CHAPTER 21. HOSPITALS

- § 21:1 Organizational structure
- § 21:2 Governmental regulation of hospitals
- § 21:3 —Licensure
- § 21:4 Accreditation
- § 21:5 Medicare Act
- § 21:6 Medicaid
- § 21:7 Fraud provisions under Medicare and Medicaid programs
- § 21:8 Controlled Substances Act
- § 21:9 National health planning
- § 21:10 Alcohol and drug abuse treatment
- § 21:11 Treatment of mentally ill
- § 21:12 Application of antitrust laws to nonprofit hospitals
- § 21:13 Nonprofit hospitals
- § 21:14 —Requirements of Section 501(r) of the Internal Revenue Code
- § 21:15 — —Community Health Needs Assessments (CHNAs)
- § 21:16 — —Financial Assistance Policy (FAP) and emergency medical conditions
- § 21:17 Unrelated business taxable income of nonprofit hospitals
- § 21:18 Reorganizations of nonprofit hospitals
- § 21:19 Conversion to for-profit status
- § 21:20 Exemption from property Taxes
- § 21:21 Health care provider systems
- § 21:22 Medical staff

## TABLE OF CONTENTS

§ 21:23	Admission to and membership on the medical staff
§ 21:24	Liability of professional review committees
§ 21:25	Tort liability of hospitals
§ 21:26	Blood transfusions
§ 21:27	Consents for treatment
§ 21:28	Informed consent
§ 21:29	Incompetents
§ 21:30	Minors
§ 21:31	Patients' rights
§ 21:32	—Duty to treat
§ 21:33	—Emergencies
§ 21:34	—Refusal of treatment and right to die
§ 21:35	Abortions
§ 21:36	Sterilization
§ 21:37	Right to procreate
§ 21:38	Artificial insemination and surrogate parenting
§ 21:39	Wrongful pregnancy, wrongful birth, and wrongful life
§ 21:40	Discharge of patients
§ 21:41	Death and dead bodies
§ 21:42	Medical records
§ 21:43	Reporting requirements
§ 21:44	—Child abuse
§ 21:45	Reportable diseases
§ 21:46	Checklist of points to remember

## Volume 3

### CHAPTER 22. COOPERATIVES

§ 22:1	Nature of cooperatives
§ 22:2	Formation of a cooperative
§ 22:3	Members of cooperatives
§ 22:4	—Membership agreements
§ 22:5	—Members' ownership rights
§ 22:6	—Stock ownership
§ 22:7	—Patronage dividends
§ 22:8	Directors
§ 22:9	Officers
§ 22:10	Application of securities laws
§ 22:11	Antitrust provisions
§ 22:12	Taxation of cooperatives
§ 22:13	Completed Form 1120-C
§ 22:14	Taxation of cooperatives—Taxable income of a cooperative
§ 22:15	—Tax-exempt farmers' cooperatives
§ 22:16	—Taxable income of patron
§ 22:17	Merger or consolidation of two or more cooperatives
§ 22:18	Dissolution

§ 22:19 Checklist of points to remember

## **CHAPTER 23. SOCIAL CLUBS, FRATERNITIES, AND SORORITIES**

- § 23:1 Nature of social clubs
- § 23:2 Right of association
- § 23:3 Expulsion of members
- § 23:4 Taxation of social clubs
- § 23:5 Tax-exempt social clubs
- § 23:6 —Business use of a club
- § 23:7 —Transactions with the public
- § 23:8 —Transactions with members
- § 23:9 —Member-guest relationships
- § 23:10 Tax exempt social clubs—Discriminatory practices
- § 23:11 Fraternities and sororities
- § 23:12 —Use of alcoholic beverages
- § 23:13 —Hazing
- § 23:14 Tax deduction for contributions
- § 23:15 Checklist of points to remember

## **CHAPTER 24. FAMILY FOUNDATIONS**

- § 24:1 Nature and form of a family foundation
- § 24:2 Charitable trust
- § 24:3 —Declaration of trust
- § 24:4 —Testamentary trust
- § 24:5 Nonprofit corporation
- § 24:6 —Articles of incorporation
- § 24:7 Private foundation
- § 24:8 Private operating foundation
- § 24:9 Public charity
- § 24:10 Gifts of partial interests to charity
- § 24:11 Community foundations
- § 24:12 Checklist of points to remember

## **CHAPTER 25. LABOR ORGANIZATIONS**

- § 25:1 Definition of labor organization
- § 25:2 Reporting requirements for labor organization
- § 25:3 Officers
- § 25:4 —Standard of conduct
- § 25:5 —Removal
- § 25:6 Reports of officers and employees
- § 25:7 Members
- § 25:8 Tort liability for labor activity
- § 25:9 Trusteeships
- § 25:10 Political activities of labor organizations
- § 25:11 Tax-exempt status



## TABLE OF CONTENTS

§ 25:12 Checklist of points to remember

## **CHAPTER 26. TRADE AND PROFESSIONAL ORGANIZATIONS**

- § 26:1 Trade association status
- § 26:2 Requirements for tax-exempt status
- § 26:3 Agricultural and horticultural associations
- § 26:4 Business leagues and boards of trade
- § 26:5 Business activities
- § 26:6 Trade shows
- § 26:7 Political activities
- § 26:8 Antitrust regulation
- § 26:9 Unfair competition
- § 26:10 Membership in trade association
- § 26:11 Checklist of points to remember

## **CHAPTER 27. CEMETERY ASSOCIATIONS**

- § 27:1 Organizational structure
- § 27:2 Dedication of property
- § 27:3 Location
- § 27:4 Power and duties of cemetery association
- § 27:5 Tax-exempt status
- § 27:6 Tax deductions for contributions
- § 27:7 Perpetual care fund
- § 27:8 Use of grounds and income
- § 27:9 Sale of lots
- § 27:10 Rights of members
- § 27:11 Checklist of points to remember

## **APPENDICES**

Appendix A. UNIFORM UNINCORPORATED NONPROFIT ASSOCIATION ACT

Appendix B. FORMS

Appendix C. IRS CODE SECTIONS

**Table of Laws and Rules**

**Table of Cases**

**Index**