

# Exemption Application

## Organization Information

|   |                         |             |          |
|---|-------------------------|-------------|----------|
| California corporation number/California Secretary of State file number |                         | FEIN        |          |
| Name of organization as shown in the organization's creating document   |                         | Web address |          |
| Street Address (suite, room, or PMB no.)                                |                         |             |          |
| City  |                         | State       | ZIP code |
| Telephone<br>( )  | Second telephone<br>( ) | Fax<br>( )  |          |

## Representative Information

|  |                         |               |          |
|--|-------------------------|---------------|----------|
| Name of representative                   |                         | Email address |          |
| Street Address (suite, room, or PMB no.) |                         |               |          |
| City                                     |                         | State         | ZIP code |
| Telephone<br>( )                         | Second telephone<br>( ) | Fax<br>( )    |          |

## General Questions

### Part I Organizational Structure

Check the box for the type of organization and provide the listed documents. If the listed documents are not provided, the organization's request for exemption will be delayed, or denied. Copies are acceptable.

- California Corporation** – incorporated through the California Secretary of State (SOS). See General Information E, Incorporated Organizations. Provide the articles of incorporation, including any amendments stamped by the California SOS, and the corporation's bylaws or other code of regulations.
- Foreign Corporation** – See General Information F, Foreign Corporations.  
If the corporation **qualified** through the California SOS: Provide the Statement and Designation by Foreign Corporation, stamped articles of incorporation including all amendments from the state of incorporation, the corporations bylaws or other code of regulations, and the federal exemption determination letter.  
If the organization is **not qualified** through the California SOS: Provide a letter of good standing from the state of incorporation, the stamped articles of incorporation and all amendments from the state of incorporation, the corporation's bylaws or other code of regulations, and the federal exemption determination letter.
- Unincorporated Association** – not incorporated through the California SOS. See General Information G, Unincorporated Associations. Provide the constitution, articles of association, bylaws or other code of regulations with specific language, and signed by the board of directors or other governing body.
- Trust** – See General Information H, Trusts. Provide the trust instrument, any amendments and the trust's federal exemption determination letter.
- Limited Liability Company (LLC)** – See General Information I, Limited Liability Companies.  
If the LLC is registered in California: Provide the articles of organization (LLC-1), and any amendments stamped by the California SOS, and the operating agreement.  
If the LLC is a foreign LLC registered in California: Provide the Application to Register a Foreign Limited Liability Company (Form LLC-5), letter of good standing from the state of incorporation, articles of organization from the state of incorporation including any amendments, and the operating agreement.

**Be sure to include the \$25 application fee.** Using black or blue ink, make the check or money order payable to the "Franchise Tax Board." Do not send cash. Make all checks or money orders payable in U.S. dollars and drawn against a U.S. financial institution. Mail form FTB 3500 to: EXEMPT ORGANIZATIONS UNIT MS F120, FRANCHISE TAX BOARD, PO BOX 1286, RANCHO CORDOVA, CA 95741-1286.

Under penalties of perjury, I declare that I have examined this application, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete.

DATE

SIGNATURE OF OFFICER OR REPRESENTATIVE

TITLE

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Part II Narrative of Activities**

**1** Has the organization already received tax-exempt status under IRC Sections 501(c)(3), 501(c)(4), 501(c)(5), 501(c)(6), 501(c)(7), or 501(c)(19) at the federal level? ..... **1**  **Yes**  **No**

If "Yes," the organization may choose to file form FTB 3500A, Submission of Exemption Request, if the tax-exempt status was not previously revoked. For more information, get form FTB 3500A.  
If "No," continue.

**2** Enter the California Revenue and Taxation Code (R&TC) section that best fits the organization's purpose/activity. See the Exempt Classification Chart on page 6. .... **2** **R&TC Section 23701** \_\_\_\_\_

**3** Enter the date the organization formed ..... **3** \_\_\_\_\_ / \_\_\_\_\_ / \_\_\_\_\_  
mm / dd / yyyy

**4** Was the organization formed in another state? ..... **4**  **Yes**  **No**  
If "Yes," answer question 4a and question 4b.

**a** List the state where the organization was formed. .... **4a** \_\_\_\_\_

**b** Is the organization qualified through the California SOS? ..... **4b**  **Yes**  **No**  
If "Yes," enter the date qualified ..... \_\_\_\_\_ / \_\_\_\_\_ / \_\_\_\_\_  
mm / dd / yyyy

**5** What is the organization's annual accounting period ending? (must end on the last day of the calendar or fiscal year). .... **5** \_\_\_\_\_ / \_\_\_\_\_  
mm / dd

**6** What is the primary purpose of the organization?

**7** Is the organization currently conducting, or plan to conduct activities? ..... **7**  **Yes**  **No**  
If "Yes," enter the date the activities began, or will begin ..... \_\_\_\_\_ / \_\_\_\_\_ / \_\_\_\_\_  
mm / dd / yyyy

If "No," explain why the organization is not planning any activities.

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Part II Narrative of Activities (continued)**

**8** Describe the organization's past, present, and planned activities below. Do not merely refer to or repeat the language in the organizational document. List each activity separately, in the order of importance based on the relative time and other resources devoted to the activity. Indicate the percentage of time for each activity. Each description should include a:

- a** Detailed description of the activity, including its purpose and how it furthers the organization's exempt purpose.
- b** Detailed description of when the activity was or will be initiated.
- c** Detailed description of where and by whom the activity will be conducted.

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Part III Financial Data**

Complete the financial statement for the current year and for each year you are applying for tax-exempt status. For additional years attach separate sheets and see page 6 for more information. List the account period beginning to the account period ending. Example: mm/yyyy.

Current Tax  
Year/Proposed  
Budget

| <b>RECEIPTS</b>  | From | From | From | From | <b>Total</b> |
|--|------|------|------|------|--------------|
|  | To   | To   | To   | To   |              |
| Gifts, grants, and contributions received                            |      |      |      |      |              |
| Fundraising  |      |      |      |      |              |
| Membership income, dues, and assessments                             |      |      |      |      |              |
| Nonmembership income   |      |      |      |      |              |
| Gross amounts derived from activities not related to exempt purposes |      |      |      |      |              |
| Gross receipts from admissions                                       |      |      |      |      |              |
| Gross receipts from commissions                                      |      |      |      |      |              |
| Gross receipts from advertising                                      |      |      |      |      |              |
| Gross receipts from sale of merchandise                              |      |      |      |      |              |
| Gross receipts from services provided                                |      |      |      |      |              |
| Gross investment income  |      |      |      |      |              |
| Gross receipts from furnishing of facilities                         |      |      |      |      |              |
| Gross royalty income   |      |      |      |      |              |
| Gross rental income  |      |      |      |      |              |
| Gain or loss from sale of capital assets                             |      |      |      |      |              |
| Other income (attach sheet itemizing each type)                      |      |      |      |      |              |
| <b>TOTAL RECEIPTS</b> .....  |      |      |      |      |              |

**EXPENSES**

|  |  |  |  |  |  |
|--|--|--|--|--|--|
| Expenses directly related to the organization's exempt purposes              |  |  |  |  |  |
| Expenses not related to the organization's exempt purposes/activities        |  |  |  |  |  |
| Contributions, gifts, grants, and similar amounts paid (attach schedule)     |  |  |  |  |  |
| Disbursements to or for member benefit (attach schedule)                     |  |  |  |  |  |
| Compensation of officers   |  |  |  |  |  |
| Compensation of directors  |  |  |  |  |  |
| Compensation of trustees   |  |  |  |  |  |
| Professional fees/private contractors  |  |  |  |  |  |
| Other salaries and wages   |  |  |  |  |  |
| Rental expenses (occupancy)  |  |  |  |  |  |
| Fundraising expenses   |  |  |  |  |  |
| Advertising expenses   |  |  |  |  |  |
| Other (including all operational and administrative expenses – attach sheet) |  |  |  |  |  |
| <b>TOTAL EXPENSES</b> .....  |  |  |  |  |  |

|   |  |  |  |  |  |
|---|--|--|--|--|--|
| <b>EXCESS OF RECEIPTS OVER EXPENSES</b> ..... |  |  |  |  |  |
|---|--|--|--|--|--|

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Part III Continued**

**Balance Sheet (for the organization's most recently completed tax year)**

|  | Year End: |
|--|-----------|
| <b>Assets</b>  |           |
| 1 Cash . . . . .   | 1         |
| 2 Accounts receivable, net . . . . .   | 2         |
| 3 Inventories . . . . .  | 3         |
| 4 Bonds and notes receivable . . . . .   | 4         |
| 5 Corporate stocks . . . . .   | 5         |
| 6 Loans receivable . . . . .   | 6         |
| 7 Other investments . . . . .  | 7         |
| 8 Depreciable and depletable assets . . . . .  | 8         |
| 9 Land . . . . .   | 9         |
| 10 Other assets (attach an itemized list) . . . . .                                      | 10        |
| 11 Total assets (add line 1 through line 10) . . . . .                                   | 11        |
| <b>Liabilities</b>   |           |
| 12 Accounts payable . . . . .  | 12        |
| 13 Contributions, gifts, grants, etc., payable . . . . .                                 | 13        |
| 14 Mortgages and notes payable . . . . .   | 14        |
| 15 Other liabilities . . . . .   | 15        |
| 16 Total liabilities (add line 12 through line 15) . . . . .                             | 16        |
| <b>Fund Balances or Net Assets</b>   |           |
| 17 Total fund balances or net assets . . . . .   | 17        |
| 18 Total liabilities and fund balances or net assets (add line 16 and line 17) . . . . . | 18        |

19 Has there been any substantial change in the organization's assets or liabilities since the end of the period shown above? If "Yes," explain . . . . . 19  Yes  No

**Part IV Officers, Directors and Trustees**

List names, titles, and mailing addresses of all officers, directors, and trustees regardless if no compensation is or will be paid. For each person listed, state their total annual compensation, or proposed compensation, for all services to the organization, whether as an officer, employee, or other position. Use actual figures, if available. Enter "none" if no compensation is or will be paid. If additional space is needed, attach a separate sheet.

| Name | Title | Mailing Address | Compensation Amount<br>(annual actual or estimated) |
|------|-------|-----------------|---|
|      |       |                 |   |
|      |       |                 |   |
|      |       |                 |   |
|      |       |                 |   |
|      |       |                 |   |
|      |       |                 |   |

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Part IV Officers, Directors and Trustees (continued)**

**Will any incorporator, founder, board member or other person(s) or entity:**

**1** Share any facilities with the organization? . . . . . **1**  Yes  No

If "Yes," describe the facility and state any rents charged.

| Name | Title | Facility Description | Address | Rent charged |
|------|-------|----------------------|---------|--------------|
|      |       |                      |         |              |
|      |       |                      |         |              |
|      |       |                      |         |              |
|      |       |                      |         |              |

**2** Rent, sell, or transfer property to this organization? . . . . . **2**  Yes  No

If "Yes," explain the parties involved and each transaction in detail.

| Name | Title | Property Description | Value of Property | Type of Transaction |
|------|-------|----------------------|-------------------|---------------------|
|      |       |                      |                   |                     |
|      |       |                      |                   |                     |
|      |       |                      |                   |                     |
|      |       |                      |                   |                     |

**3** Be compensated for services other than performing as a board member or employee? . . . . . **3**  Yes  No

If "Yes," explain services performed and monies received. Also list the name of other directors, indicating their blood or marriage/RDP relationship, if any, to the compensated directors.

| Name | Title | Services Performed | Compensation | Relationship |
|------|-------|--------------------|--------------|--------------|
|      |       |                    |              |              |
|      |       |                    |              |              |
|      |       |                    |              |              |
|      |       |                    |              |              |

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Part V History**

**1** List any previous California entity ID numbers assigned to the organization. . . . . **1**  None

**2** Was this organization previously granted, denied, or revoked exemption by the Internal Revenue Service? . . . . **2**  Yes  No

If "Yes," complete the information below and provide a copy of any federal exemption determination letters received.

|   |                                 |                                  |
|---|---------------------------------|----------------------------------|
| <input type="checkbox"/> Granted, IRC Section 501(c)_____ | <input type="checkbox"/> Denied | <input type="checkbox"/> Revoked |
| Date: _____   | Date: _____                     | Date: _____                      |

**3 a** Was this organization previously granted, denied, or revoked exemption by California? . . . . . **3a**  Yes  No

**b** Are you filing an abbreviated form FTB 3500 requesting reinstatement of a revoked tax-exempt status?  
(See instructions) . . . . . **3b**  Yes  No

**4** Has the organization filed any federal returns? . . . . . **4**  Yes  No

If "Yes," state the type of return (990 or 1120 series) and years filed.

**Part VI Specific Activities**

**1** Does or will the organization participate in fund-raising activities ? . . . . . **1**  Yes  No

If "No," explain below the source of funds for the organization.

If "Yes," check all the fund-raising programs the organization conducts, or will conduct.

- |   |  |
|---|--|
| <input type="checkbox"/> Mail solicitations                         | <input type="checkbox"/> Phone solicitations                                   |
| <input type="checkbox"/> Email solicitations                        | <input type="checkbox"/> Accept donations on the organization's website        |
| <input type="checkbox"/> Personal solicitations                     | <input type="checkbox"/> Receive donations from another organization's website |
| <input type="checkbox"/> Vehicle, boat, plane, or similar donations | <input type="checkbox"/> Government grant solicitations                        |
| <input type="checkbox"/> Foundation grant solicitations             | <input type="checkbox"/> Other   |

Describe each fund-raising program. For each checked activity, describe the funds raised, how the activity is conducted, and for what specific purpose the funds will be used.

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Part VI Specific Activities (continued)**

**2 a** Does the organization conduct any gaming activities (bingo, raffles, etc.)? . . . . . **2a**  Yes  No

If "Yes," describe the gaming activities.

**b** Is gaming the organization's only activity? . . . . . **2b**  Yes  No

**3** Does or will the organization lease any property? . . . . . **3**  Yes  No

If "Yes," explain in detail. Include the amount of rent, a description of the property, and any relationship between the applicant organization and the other party. Also, attach a copy of the rental or lease agreement.

**4** Does or will the organization publish, sell, or distribute any literature? . . . . . **4**  Yes  No

If "Yes," describe the literature or attach samples. Include any internet sites.

**5** Does or will the organization publish, own, or have rights in music, literature, tapes, artworks, choreography, scientific discoveries, or other intellectual property? . . . . . **5**  Yes  No

If "Yes," explain. Describe who owns or will own any copyrights, patents, or trademarks, whether fees are or will be charged, how the fees are determined, and how any items are or will be produced, distributed, and marketed.

**6** Does or will the organization accept contributions of real property, conservation easements, closely held securities, intellectual property such as patents, trademarks, and copyrights, works of music or art, licenses, royalties, automobiles, boats, planes, or other vehicles, or collectibles of any type? . . . . . **6**  Yes  No

If "Yes," describe each type of contribution, any conditions imposed by the donor in the contribution, and any agreements with the donor regarding the contribution.

**7** Does or will the organization operate outside of the United States? . . . . . **7**  Yes  No

If "Yes," **(a)** name the countries and regions within the countries in which the organization operates, **(b)** describe the operations in each country and region in which the organization operates, **(c)** describe how the operations in each country and region further the organization's exempt purpose.



Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

### Specific Section Questions – Complete only one specific section that applies to your organization

The following are questions for the specific type of exemption requested. Complete only the specific section that the organization requests tax-exempt status under. See the Exempt Classification Chart on page 6 for a list of the various exemptions and comparable federal codes.

**Additional Questions:** Churches, hospitals, and credit counseling organizations applying for tax-exempt status under R&TC Section 23701d or Section 23701f must also complete an additional schedule. See Section D or Section F, for more information.

#### Section A R&TC Section 23701a – Labor, agricultural, or horticultural organization

1 Are any services to be performed for members? . . . . . 1  Yes  No

If "Yes," explain.

2 Cooperative Organizations:

Provide a copy of the federal exemption letter showing exemption under IRC Section 501(c)(5).

#### Section B R&TC Section 23701b – Fraternal societies, orders, or associations, etc. (Lodge system with benefits)

Operating under the lodge system means carrying on activities under a form of organization that comprises local branches called lodges, chapters, or the like, that are largely self-governing and chartered by a parent organization.

1 Is the organization a college fraternity or sorority or a chapter of a college fraternity or sorority? . . . . . 1  Yes  No

If "Yes," college fraternities and sororities generally qualify as organizations described in R&TC Section 23701g.

For more information, get FTB Pub 1077, Guidelines for Social and Recreational Organizations. If R&TC Section 23701g appears to apply, **do not** complete Section B. Go to Section G, Social and recreational organization.

2 Does the organization operate, or plan to operate under the lodge system or for the exclusive benefit of the members of the lodge system? . . . . . 2  Yes  No

If "No," explain.

3 Is the organization a subordinate or local lodge, etc.? . . . . . 3  Yes  No

If "Yes," attach a certificate signed by the secretary of the parent organization certifying that the subordinate lodge is a duly constituted body operating under the jurisdiction of the parent body.

4 Is the organization a parent or grand lodge? . . . . . 4  Yes  No

If "Yes," answer question 4a and question 4b.

a What is the number of subordinate lodges in active operation? . . . . . 4a \_\_\_\_\_

b Are periodic meetings held? . . . . . 4b  Yes  No

If periodic meetings are not held, explain.

5 Describe the types of benefits (life, sick, accident, or other benefits) paid, or to be paid, to members.

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Section C R&TC Section 23701c Cemeteries, crematoria, and like corporations**

**1** Does the organization currently own or plan to purchase cemetery property? ..... **1**  Yes  No

If "Yes," explain.

**2** Where is the property located?

**3** Who owns title to the property? If there is more than one owner, attach a list.

| Name | ITIN/FEIN | Address |
|------|-----------|---------|
|      |           |         |

**4** What is the cost or estimated current value of property owned? ..... **4** \$ \_\_\_\_\_

**5** Does the organization have a perpetual care fund? ..... **5**  Yes  No

If "Yes," provide a copy of the federal exemption letter and a copy of the fund agreement and answer question 5a through question 5d.

**a** What are the contents of the fund (cash, securities, unsold land, etc.)?

**b** How is, or will, the fund be administered?

**c** Explain the specific purposes of the fund.

**d** What are the names of the persons administering the fund?

**6** If the organization is claiming exemption as a perpetual care fund for an organization described in IRC Section 501(c)(13), has the cemetery organization, for which funds are held, established exemption under that section? ..... **6**  Yes  No

If "No," explain.

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Section D R&TC Section 23701d – Religious, charitable, scientific, literary, or educational organization**

**1** Check the box(es) below that best describes the organization.

- Charitable
- Church
- Credit Counseling
- Other type of organization \_\_\_\_\_
- Educational
- School
- Testing for public safety
- Prevent cruelty to children or animals
- Hospital, Medical Center
- Literary
- Religious
- Scientific
- Qualified sports organization

Describe how the organization qualifies for tax-exempt status as the type of organization checked above.

**2** Has the organization received or expect to receive 10% or more of its assets from any organization or group of affiliated organizations (affiliated through stockholding, common ownership, or otherwise), any individuals, or members of a family group (brother or sister whether whole or half blood, spouse/RDP, ancestor or lineal descendant)? ..... **2**  Yes  No

If "Yes," explain.

**3** Does the organization attempt to influence legislation? ..... **3**  Yes  No

If "Yes," explain how the organization attempts to influence legislation.

**4** Does the organization support or oppose candidates in political campaigns in any way? ..... **4**  Yes  No

If "Yes," explain.

**5** Does the organization hold, or plan to hold, 10% or more of any class of stock or 10% or more of the total combined voting power of stock in any corporation? ..... **5**  Yes  No

If "Yes," explain.

**6 a** Does the organization operate as a church? ..... **6a**  Yes  No

If "Yes," complete Schedule A, Churches, on side 21.

**b** Is the organization's main function to provide hospital or medical care? ..... **6b**  Yes  No

If "Yes," complete Schedule B, Hospitals, on side 23.

**c** Is the organization a credit counseling organization? ..... **6c**  Yes  No

If "Yes," complete Schedule C, Credit Counseling Organizations, on side 25.

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Section E R&TC Section 23701e – Business league, chamber of commerce, professional association, or society.**

- 1 Has the organization performed, or does it plan to perform, particular services for members, shareholders, or others such as furnishing credit reports or collection accounts, inspecting products, conducting advertising, purchasing merchandise, coupon redemption services, or other similar undertakings? . . . . . 1  Yes  No

If "Yes," describe the types of services provided including income realized and expenses incurred in such activities. If engaged in advertising attach samples of materials.

**Section F R&TC Section 23701f – Civic league, social welfare organization, or local association of employees**

- 1 Explain in detail how the organization promotes the common good or welfare of an entire community?

- 2 Is the organization a credit counseling organization? . . . . . 2  Yes  No

If "Yes," complete Schedule C, Credit Counseling Organization, on side 25.

**Section G R&TC Section 23701g – Social and recreational organization**

To be exempt under R&TC Section 23701g, income from a combination of investment income and receipts from the general public should not exceed 35% of gross receipts. However, general public income is not to represent more than 15% of total receipts (Public Law 94-568). For more information, get FTB Pub 1077.

- 1 What is the focus of the organization's activities? (cars, golf, quilts, etc.). How many members? Explain.

- 2 Does a percentage of this organization's income come from the general public's use of club facilities or participation in club activities? . . . . . 2  Yes  No

If "Yes," explain and list the percentage.

- 3 Has the organization rented, leased, or sold, or does it plan to rent, lease, or sell any part of the club's property to others? . . . . . 3  Yes  No

If "Yes," explain.

- 4 Has the organization derived, or will it derive, any income from nonmembers not explained above? . . . . . 4  Yes  No

If "Yes," provide a schedule showing member and nonmember income for the past three years and a proposed budget separating member and nonmember income for the next period of operation.

*Section G continued*

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Section G R&TC Section 23701g – Social and recreational organization (continued)**

5 Does the organization have different classes of membership? . . . . . 5  Yes  No

If "Yes," describe the dues and privileges of each class.

6 Is the organization's income from investments and gross receipts from the general public 35% or more? . . . . . 6  Yes  No

7 Is the income from the general public greater than 15% of total receipts? . . . . . 7  Yes  No

**Section H R&TC Section 23701h – Title holding organization**

R&TC Section 23701h requires turning over net income to a parent organization periodically. Organizations with members, incorporating as a nonprofit corporation under the California Corporations Code, are precluded from exempt status under R&TC Section 23701h. California Corporations Code Sections 5410 and 7411 prohibit any distribution to members of nonprofit public benefit corporations or nonprofit mutual benefit corporations unless the organization dissolves.

1 Is the organization currently holding title to property or does the organization plan to hold title to property? . . . 1  Yes  No

If "No," explain. If "Yes," answer question 1a and question 1b.

a List the name, FEIN, address, and number of shares held by each shareholder or parent organization.  
Attach another sheet if necessary.

| Name | FEIN | Address | Number of Shares |
|------|------|---------|------------------|
|      |      | -----   |                  |
|      |      | -----   |                  |
|      |      | -----   |                  |

b Describe the property being held, including cost or approximate value, and address.

2 Attach a copy of the exemption letter (federal or California) for each organization for which property will be held. If property will be held for organizations located in California, the organization must furnish a California exempt determination or acknowledgement letter.

3 Does the organization turn over net income to a parent organization? . . . . . 3  Yes  No

If "Yes," what is the amount? If "No," explain.

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Section I R&TC Section 23701i – Voluntary employees’ beneficiary organization**

**1** Describe the voluntary employees’ beneficiary organization.

**2** Furnish a copy of the federal exemption determination letter under IRC Section 501(c)(9).

**Section L R&TC Section 23701l - Fraternal beneficiary societies, orders, or associations, etc. (Lodge system with no benefits)**

Operating under the lodge system means carrying on activities under a form of organization that comprises local branches (called lodges, chapters, or the like) that are largely self-governing and chartered by a parent organization.

**1** Is the organization a college fraternity or sorority, or a chapter of a college fraternity or sorority? . . . . . **1**  **Yes**  **No**

If “Yes,” college fraternities and sororities generally qualify as organizations described in R&TC Section 23701g.  
For more information, get FTB Pub 1077.  
If R&TC Section 23701g appears to apply, do **not** complete Section L. Go to Section G, Social and recreational organization.

**2** Does the organization operate or plan to operate under the lodge system or for the exclusive benefit of the members of a lodge system? . . . . . **2**  **Yes**  **No**

If “No,” explain.

**3** Is the organization a subordinate, chapter, or local lodge, etc.? . . . . . **3**  **Yes**  **No**

If “Yes,” attach a certificate signed by the secretary of the parent organization certifying that the subordinate lodge is a duly constituted body operating under the jurisdiction of the parent body.

**4** Is the organization a parent or grand lodge? . . . . . **4**  **Yes**  **No**

If “Yes,” answer question 4a and question 4b.

**a** What is the number of subordinate lodges in active operation? . . . . . **4a** \_\_\_\_\_

**b** Are periodic meetings held? . . . . . **4b**  **Yes**  **No**

If periodic meetings are not held, explain.

**Section N R&TC Section 23701n – Supplemental unemployment compensation trust**

Attach a copy of the supplemental unemployment benefit plan. Include any pertinent agreements. Also, attach a copy of the federal exemption determination letter.

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Section T R&TC Section 23701t – Homeowners’ association**

**1** Furnish a copy of the recorded Declaration of Covenants, Conditions, and Restrictions.

**2** Is the purpose of this organization to manage and maintain residential association property of members? . . . . **2**  **Yes**  **No**

If “No,” explain.

**3** Describe the types of units/lots in the association (single dwelling, condominium, condominium conversion, live/work, timeshare, or other).

**4** Have any units/lots been sold? . . . . . **4**  **Yes**  **No**

If “No,” when will the first unit be available for sale? . . . . . mm / dd / yyyy

If “Yes,” when was the first unit sold? . . . . . mm / dd / yyyy

**5** When were, or will dues first be collected? . . . . . **5** mm / dd / yyyy

**6** Will any of the units be rented by a person or series of persons, for periods of less than 30 days that, when added together, equal more than half of the association’s taxable year? . . . . . **6**  **Yes**  **No**

**7 a** Will any of the individual units/lots owned by the organization or its members be used for nonresidential purposes? . . . . . **7a**  **Yes**  **No**

**b** If “Yes,” what is the percentage of the units/lots that will be used for nonresidential purposes? . . . . . **7b** \_\_\_\_\_ %

**8** Condominium management associations only:

**a** Is any square footage used for nonresidential purposes? . . . . . **8a**  **Yes**  **No**

**b** If “Yes” what percentage? . . . . . **8b** \_\_\_\_\_ %

**9** Residential real estate management associations only:

**a** Are any lots zoned nonresidential or used for nonresidential purposes? . . . . . **9a**  **Yes**  **No**

**b** If “Yes”, what is total number of lots and how many are nonresidential? . . . . . **9b** \_\_\_\_\_ / \_\_\_\_\_

**10 a** What is the association’s total gross income? . . . . . **10a** \$ \_\_\_\_\_

**b** What is the total gross income from nonresidential sources? . . . . . **10b** \$ \_\_\_\_\_

**11 a** What are the association’s total expenditures? . . . . . **11a** \$ \_\_\_\_\_

**b** What are the total expenditures for nonresidential purposes? . . . . . **11b** \$ \_\_\_\_\_

**12** Will this organization own, maintain, or operate a mutual water company, well, electrical generating facility, or other utility? . . . . . **12**  **Yes**  **No**

If “Yes,” describe in detail and answer question 13 through question 16.

*Section T continued*

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Section T R&TC Section 23701t – Homeowners’ association (continued)**

**13** Are the members/shareholders the actual users of the utility or simply investors? . . . . . **13**  **Actual Users**  
 **Investors**

**14** Is this organization furnishing utilities to (check applicable boxes)? . . . . . **14**  **Residential homes**  
 **Commercial businesses (including agricultural enterprises)**

If both, what percent of this organization’s total income will be derived from the sale of utilities for nonresidential usage? . . . . . \_\_\_\_\_ %

**15** Are the members/shareholders assessed equally on the basis of square footage/acreage? . . . . . **15**  **Yes**  **No**  
If “No,” explain how members are assessed.

**16** Are meters utilized to determine charges to members/stockholders? . . . . . **16**  **Yes**  **No**  
If “Yes,” provide a detailed breakdown on how rates are determined and the amount of revenue received.



Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Section U R&TC Section 23701u – Public facility financial corporation**

**1** Attach samples of all certificates of participation or other securities to be issued.

**2** Describe all leases, contracts, trust agreements, or other agreements that have been, or will be, entered into by this corporation.

**Section V R&TC Section 23701v – Mobile home park acquisition organization**

**1** Are all members of the organization owners of manufactured homes, mobile homes, or mobile home tenants of the mobile home park? ..... **1**  Yes  No

If "No," explain the circumstances under which other individuals can become members of the organization.

**2** Describe the mobile home park in which owner/tenant members reside.

**3** Will the organization carry on activities other than purchasing or preparing to purchase the mobile home park in which members reside?..... **3**  Yes  No

If "Yes," describe in detail the other activities.

**4** Are all the lots within the park rented or leased to mobile home or manufactured home owners?..... **4**  Yes  No

If "No," explain.

**5** Does the rent paid by each owner include rental for the lot occupied by the mobile home or manufactured home? ..... **5**  Yes  No

If "No," explain.

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Section W R&TC Section 23701w – War veterans organization**

**Complete if a post or organization of past or present members of the Armed Forces of the United States.**

- 1** What is the total membership of the post or organization? ..... **1** \_\_\_\_\_

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- 2 a** How many members are present or former members of the Armed Forces of the United States? ..... **2a** \_\_\_\_\_
- b** How many members are cadets (include students in college, university, or armed services academies)? ... **2b** \_\_\_\_\_
- c** How many are spouses/RDPs, widows or widowers of cadets or of past or present members of the Armed Forces of the United States? ..... **2c** \_\_\_\_\_

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- 3** Does the organization have any other membership category? ..... **3**  Yes  No
- a** If “Yes,” how many members? ..... **3a** \_\_\_\_\_
- b** Explain in detail.

**Complete if an auxiliary unit, society, post, or organization of past or present members of the Armed Forces of the United States.**

- 4** Is the organization affiliated with and organized according to the bylaws and regulations formulated by such an exempt post or organization? ..... **4**  Yes  No

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- 5** How many members does the organization have? ..... **5** \_\_\_\_\_

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- 6** How many members are past or present members of the Armed Forces of the United States, or have spouses/RDPs or persons related to them within two degrees of blood relationship (grandparents, brothers, sisters, and grandchildren are the most distant relationships allowable) that are past or present members of the Armed Forces of the United States (enter total)? ..... **6** \_\_\_\_\_

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- 7** Are all of the members themselves members of a post or organization, past or present members of the Armed Forces of the United States, or spouses/RDPs of members of such a post or organization, or related to members of such a post or organization within two degrees of blood relationship? ..... **7**  Yes  No

If “No,” explain in detail.

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Section X R&TC Section 23701x – Title holding organization**

R&TC Section 23701x requires turning over net income to specified parent organizations periodically. Organizations with members incorporating as a nonprofit corporation under the California Corporations Code are precluded from exempt status under R&TC Section 23701x. California Corporations Code Sections 5410 and 7411 prohibit any distribution to members of nonprofit public benefit corporations or nonprofit mutual benefit corporations unless the organization dissolves.

**1** Is the organization currently holding title to property or does the organization plan to hold title to property? . . . **1**  **Yes**  **No**

If "Yes," answer question 1a and question 1b.

If "No," explain.

**a** List the name, FEIN, address, and the number of shares of capital stock held by each parent organization.

Attach another sheet if necessary.

| Name | FEIN | Address | Number of Shares |
|------|------|---------|------------------|
|      |      | -----   |                  |
|      |      | -----   |                  |
|      |      | -----   |                  |
|      |      | -----   |                  |

**b** Describe the property being held, including cost or approximate value and address.

**2** Provide a copy of each parent organization's federal exemption determination letter or federal plan letter.

**3** For those parent organizations that the organization holds property for and which do not have a federal exemption determination letter, provide detailed information to show that each shareholder is:

**a** A governmental plan described in IRC Section 414(d).

**b** The United States, any state or political subdivision thereof, or any agency or instrumentality of the foregoing.

**4** Does the organization turn over net income to a parent organization? . . . . . **4**  **Yes**  **No**

If "Yes," list the amounts given to each parent. If no, explain.

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

**Section Y R&TC Section 23701y – Credit union (state chartered effective on or after January 1, 1999)**

1 Provide a copy of the organization's license to operate as a credit union.

2 What is the total number of members of the organization? . . . . . 2 \_\_\_\_\_

3 Does the organization have a Federal charter? . . . . . 3  Yes  No

If "Yes," provide a copy.

4 Does the organization operate outside of California? . . . . . 4  Yes  No

If "Yes," explain.

**Section Z R&TC Section 23701z – Self-insurance pool for charitable organizations**

1 Provide a list of names, California corporation numbers, and FEIN for all participants in the pool.

2 Describe in detail the activities of each participating corporation.

3 Furnish a copy of the latest federal exemption determination letter showing exemption under IRC Section 501(c)(3) for each participating corporation.

4 Describe in detail all insurance services to be provided to members of the pool.

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

# Schedule A - Churches

Complete Schedule A only if the organization answered "Yes" to Specific Section D, Question 6a.

**1** Has a place of worship been established? ..... **1**  Yes  No

If "Yes," at what address? Who is the legal owner of the property? Other property use?

If no, explain where religious services are held.

**2** Does the organization have a regular congregation or conduct religious services on a regular basis? ..... **2**  Yes  No

If "Yes," how many usually attend the regular worship services? How often are religious services held?

If no, explain.

**3** Explain the background and training of the religious leaders.

**4** Will income be received from incorporators, ministers, officers, directors, or their families? ..... **4**  Yes  No

If "Yes," explain, including dollar amounts received.

**5** Will any founder, member, or officer take a vow of poverty? ..... **5**  Yes  No

If "Yes," explain.

**6** Will any founder, member, or officer transfer personal assets to this organization, like a home, automobile, furnishings, business, or recreational assets, etc., that will be made available for the personal use of the donors? ..... **6**  Yes  No

If "Yes," explain.

*Schedule A Churches continued*

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

## Schedule A - Churches (continued)

- 7** Will any founder, member, or officer assign or donate income to the organization that will be used to pay their own personal salary, living allowance, or that will result in any other personal benefit (such as food, medical expenses, clothing, insurance, etc.)? ..... **7**  Yes  No

If "Yes," explain.

- 8** Does the organization have a written creed, statement of faith, or summary of beliefs? ..... **8**  Yes  No

If "Yes," explain.

- 9** Do the religious leaders conduct baptisms, weddings, funerals, etc.? ..... **9**  Yes  No

If "Yes," explain.

- 10** Does the organization ordain, commission, or license ministers or religious leaders? ..... **10**  Yes  No

If "Yes," describe.

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

## Schedule B - Hospitals

Complete Schedule B only if the organization answered "Yes" to Specific Section D, Question 6b. Attach a statement to explain any answers.

- 1** Are all the doctors in the community eligible for staff privileges? . . . . . **1**  Yes  No  
If "No," give the reasons why and explain how the medical staff is selected.
- 2 a** Does or will the organization provide medical services to all individuals in the community who can pay for themselves or have private health insurance? . . . . . **2a**  Yes  No  
If "No," explain.
- b** Does or will the organization provide medical services to all individuals in the community who participate in Medicare? . . . . . **2b**  Yes  No  
If "No," explain.
- 3 a** Does or will the organization require persons covered by Medicare or Medicaid to pay a deposit before receiving services? . . . . . **3a**  Yes  No  
If "Yes," explain.
- b** Does the same deposit requirement, if any, apply to all other patients? . . . . . **3b**  Yes  No  
If "No," explain.
- 4 a** Does or will the organization maintain a full-time emergency room? . . . . . **4a**  Yes  No  
If "No," explain why the organization does not maintain a full-time emergency room. Also, describe any emergency services provided.
- b** Does the organization have a policy on providing emergency services to persons without apparent means to pay? . . . . . **4b**  Yes  No  
If "Yes," provide a copy of the policy.
- c** Does the organization have any arrangements with police, fire, and voluntary ambulance services for the delivery or admission of emergency cases? . . . . . **4c**  Yes  No  
If "Yes," describe the arrangements, including whether they are written or oral agreements. If written, submit copies of all such agreements.
- 5 a** Does the organization provide for a portion of the organization's services and facilities to be used for charity patients? . . . . . **5a**  Yes  No  
If "Yes," answer question 5b through question 5e.
- b** Explain the organization's policy regarding charity cases, including how the organization distinguishes between charity care and bad debts. Submit a copy of the written policy.
- c** Provide data on the organization's past experience in admitting charity patients, including the amounts expended for treating charity care patients and types of services provided to charity care patients.
- d** Describe any arrangements with federal, state, or local governments or government agencies for paying for the cost of treating charity care patients. Submit copies of any written agreements.
- e** Does the organization provide services on a sliding fee schedule depending on financial ability to pay? . . . . . **5e**  Yes  No  
If "Yes," submit the sliding fee schedule.
- 6 a** Does or will the organization carry on a formal program of medical training or medical research? . . . . . **6a**  Yes  No  
If "Yes," describe such programs, including the type of programs offered, the scope of such programs, and affiliations with other hospitals or medical care providers with which the organization carries on the medical training or research programs.
- b** Does or will the organization carry on a formal program of community education? . . . . . **6b**  Yes  No  
If "Yes," describe such programs, including the type of programs offered, the scope of such programs, and affiliations with other hospitals or medical care providers with which the organization offers community education programs.

Schedule B Hospitals continued

Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

## Schedule B – Hospitals (continued)

- 7 Does or will the organization provide office space to physicians carrying on their own medical practices? . . . . . 7  Yes  No  
If "Yes," describe the criteria for determining who may use the space, explain the means used to determine that the organization is paid at least fair market value, and submit representative lease agreements.
- 8 Is the board of directors comprised of a majority of individuals who are representative of the community served? . . . . . 8  Yes  No  
Include a list of each board member's name, and business, financial, or professional relationship with the hospital. Also identify each board member who is representative of the community and describe how that individual is a community representative.
- 9 Does the organization participate in any joint ventures? . . . . . 9  Yes  No  
If "Yes," state the ownership percentage in each joint venture, list the investment in each joint venture, describe the tax status of other participants in each joint venture (including whether they are IRC Section 501(c)(3) organizations), describe the activities of each joint venture, describe how the organization exercises control over the activities of each joint venture, and describe how each joint venture furthers the organization's exempt purposes. Also, submit copies of all agreements.
- 10 Does or will the organization manage its activities or facilities through its employees or volunteers? . . . . . 10  Yes  No  
If "No," attach a statement describing the activities that will be managed by others, the names of the persons or organizations that manage or will manage the activities or facilities, and how these managers were or will be selected. Also, submit copies of any contracts, proposed contracts, or other agreements regarding the provision of management services for the activities or facilities. Explain how the terms of any contracts or other agreements were or will be negotiated, and explain how the organization will determine it pays no more than fair market value for services.
- 11 Does or will the organization offer recruitment incentives to physicians? . . . . . 11  Yes  No  
If "Yes," describe the recruitment incentives and attach copies of all written recruitment incentive policies.
- 12 Does or will the organization lease equipment, assets, or office space from physicians who have a financial or professional relationship with the organization? . . . . . 12  Yes  No  
If "Yes," explain how the organization establishes a fair market value for the lease.
- 13 Has the organization purchased medical practices, ambulatory surgery centers, or other business assets from physicians or other persons who have a business relationship with the organization, aside from the purchase? . . . . . 13  Yes  No  
If "Yes," submit a copy of each purchase and sales contract and describe how fair market value was determined, including copies of appraisals.
- 14 Has the organization adopted a conflict of interest policy? . . . . . 14  Yes  No  
If "Yes," submit a copy of the policy and explain how the policy has been adopted, such as by resolution of the governing board. If "No," explain how the organization will avoid any conflicts of interest in business dealings.



Organization name: \_\_\_\_\_

Corp number/SOS file number: \_\_\_\_\_

# Schedule C - Credit Counseling Organizations

Complete Schedule C only if the organization answered "Yes" to Specific Section D, Question 6c or Specific Section F, Question 2.

- 1 Are the services tailored to the specific needs and circumstances of consumers? . . . . . 1  Yes  No
- 2 Does the organization make loans to debtors (other than loans with no fees or interest)? . . . . . 2  Yes  No
- 3 Does the organization negotiate the making of loans on behalf of debtors? . . . . . 3  Yes  No
- 4 Does the organization provide services for the purpose of improving a consumer's credit record, credit history, or credit rating? . . . . . 4  Yes  No  
If "Yes," are such services incidental to credit counseling? . . . . .  Yes  No
- 5 Does the organization charge any separately stated fee for services for the purpose of improving any consumer's credit record, credit history, or credit rating? . . . . . 5  Yes  No
- 6 Does the organization refuse to provide credit counseling services to a consumer due to the consumer's inability to pay, the ineligibility of the consumer for debt management plan enrollment, or the unwillingness of the consumer to enroll in a debt management plan? . . . . . 6  Yes  No
- 7 Did the organization establish and implement a fee policy that requires any fees to be reasonable and allows for a waiver of fees if the consumer is unable to pay? . . . . . 7  Yes  No
- 8 Did the organization establish and implement a fee policy that prohibits charging any fee based in whole or in part on a percentage of the consumer's debt, the consumer's payments to be made pursuant to a debt management plan, or the projected or actual savings to the consumer resulting from enrolling in a debt management plan? . . . . . 8  Yes  No
- 9 At all times, is the organization's governing body controlled by persons who represent the broad interests of the public, persons having special knowledge or expertise in credit or financial education, and community leaders? . . . . . 9  Yes  No
- 10 Is 20% or less of the organization's voting power vested in persons who are employed by the organization or who will benefit financially, directly or indirectly, from the organization's activities (other than through the receipt of reasonable directors' fees or repayment of consumer debt to creditors other than the credit counseling organization or its affiliates)? . 10  Yes  No
- 11 Is 49% or less of the organization's voting power vested in persons who are employed by the organization or who will benefit financially, directly or indirectly, from the organization's activities (other than through the receipt of reasonable directors' fees)? . . . . . 11  Yes  No
- 12 Does the organization own more than 35% of a corporation, partnership, trust, or estate that is in the trade or business of lending money, repairing credit, or providing debt management plan services, payment processing, or similar services? . . 12  Yes  No
- 13 Does the organization receive any amounts for providing referrals to others for debt management plan services or pay any amount to others for obtaining referrals of consumers? . . . . . 13  Yes  No
- 14 Does the organization solicit contributions from consumers during the initial counseling process or while the consumer is receiving services from the organization? . . . . . 14  Yes  No
- 15 Do the aggregate revenues of the organization, which are from payments of creditors of consumers of the organization and which are attributable to debt management plan services, exceed 50% of the total revenues of the organization? . . . . 15  Yes  No  
If the Transition rule in IRC Section 501(q)(2)(B)(ii) applies, please attach a statement of explanation.
- 16 If the organization is a credit counseling organization, did the organization receive federal exemption under IRC Section 501(c)(4)? . . . . . 16  Yes  No  
If "No," explain.