

April 17, 2007

H 1569. CHARITABLE ENTITY EXEMPTION STANDARD. Filed 4/17/07. *TO PROVIDE THAT TAX-EXEMPT STATUS FOR CHARITABLE AND SIMILAR ORGANIZATIONS IS CONDITIONED ON THE ORGANIZATION'S USING A MINIMUM AMOUNT OF ITS GROSS INCOME FOR ITS CHARITABLE OR SIMILAR PURPOSE.*

Enacts new GS 105-130.11(b1) as title indicates, requiring that at least 65% of the organization's gross receipts, including amounts raised by a paid solicitor, be spent for the purpose on which the organization's exemption is based. Exempts religious organizations from the new subsection's requirements. Makes conforming changes. Effective for tax years beginning on or after January 1, 2008.

Intro. by Blust.

GS 105