

Application for Nonprofit Exempt Status—Sales Tax

Please carefully read and complete this application if your organization qualifies for exempt status. **You must provide all the required supporting documentation requested for the organization or your application will be returned.**

Print or Type

Name of organization		Organization's web address, if any	
Mailing address			
City	State	ZIP code	Daytime phone

Information About
your Organization

Are donations to your organization deductible for Minnesota and federal income tax purposes? *The organization's Minnesota or federal letter granting exemption from income tax will state if donations to the organization are deductible for income tax purposes. If the answer is "no" send us a copy of the IRS denial and/or an explanation of your income tax exemption status.* ☐ Yes ☐ No

Does your organization make retail sales of taxable items? ☐ Yes ☐ No
If the organization makes retail sales, you may need a Minnesota Tax ID number

If the organization already has a Minnesota tax ID number, enter the number here _____

If the organization does not have a Minnesota tax ID number, visit www.revenue.state.mn.us or call 651-282-5225 or 1-800-657-3605 to apply for one.

Type of Organization

The application must include all the requested documentation below in order for the Department to make a determination on your exempt status. All applicants, except for home schools (see below), must provide a signed copy of their Articles of Incorporation or Constitution and Bylaws. The documentation provided must indicate all of the following:

- The organization is nonprofit
- The purpose of the organization
- The earnings of the organization do not benefit any private shareholder or individual member
- A dissolution statement
- The organization is not attempting to influence legislation

Educational Organizations (Minnesota Statutes Chapter 297A.70, Subd. 4(a)(1))

"Educational" means the instruction or training of individuals to improve or develop their capabilities, or the instruction of the public on subjects useful to the individual and beneficial to the community. Organizations that qualify for exemption as educational include nonprofit schools (primary, secondary, colleges, universities, home schools, and professional trade associations), parent-teacher associations, school booster clubs and youth organizations. Other educational organizations include museums, zoos, planetariums, symphony orchestras, historical societies, and other similar organizations. Check the box below to indicate which type of educational organization you are applying for and include the requested documentation with your application.

☐ **Home School**

You must provide:

- A signed affidavit stating that the school is a home school
- Evidence of instructor qualifications as required under Minnesota Statutes, section 120A.22, Subdivision 10 (a copy of your current Minnesota teaching license, baccalaureate degree or the name along with an attached copy of the license of the teacher you are directly supervised by)
- The name of the school district in which your home school is located

☐ **Parent-Teacher Association**

You must provide:

- A signed copy of the organization's signed Articles of Incorporation or Constitution and Bylaws
- A letter from the principal of the school indicating the organization's affiliation with the school

Type of Organization

Continued

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Type of Organization, cont.

☐ **School** (*other than home school*)

You must provide:

- A signed copy of the organization's Articles of Incorporation or Constitution and Bylaws
- A copy of the organization's federal 501(c) (3) letter granting exemption from income tax along with the application (Federal Form 1023) submitted to the Internal Revenue Service for federal income tax exemption
- A letter or brochure describing the specific purposes and activities of the organization
- Income and Expense Statement for the last accounting period or a budget for the most recent year
- Schools must also provide a letter describing the school's curriculum, the location of the school, how many students attend the school, and a listing of faculty members and their positions.

☐ **Youth Organization** (*such as Boy Scouts, Girl Scouts, YMCA, YWCA, 4-H Clubs and youth athletic and recreational programs*)

You must provide a signed copy of your Articles of Incorporation or Constitution. The Articles of Incorporation must state members are youth, ages 18 and under. Scout troops may provide a copy of their Charter if they do not have Articles of Incorporation or a Constitution.

☐ **Other Educational Organization**

You must provide:

- A signed copy of the organization's Articles of Incorporation or Constitution and Bylaws
- A copy of their federal 501(c)(3) letter granting exemption from income tax, along with the application submitted to the Internal Revenue Service for federal income tax exemption, if applicable.
- A letter or brochure describing the specific purposes and activities of the organization
- Income and Expense Statement for the last accounting period or a budget for the most recent year

Religious Organizations (Minnesota Statutes Chapter 297A.70, Subd. 4(a)(1))

"Religious" means an institution that conducts worship services at regular intervals at an established place of worship, and organizations that are affiliated with or related to that institution which exist exclusively for the furtherance of the religious purposes of the institution.

☐ **Religious Organization**

You must provide:

- A **signed** copy of the organization's Articles of Incorporation.
- A copy of the 501(c) (3) letter granting exemption from income tax, along with a copy of the application (federal Form 1023) submitted to the Internal Revenue Service for federal income tax exemption.
- A letter or brochure describing the specific purposes and activities of the organization.
- An income and expense statement for the last accounting period or a budget.
- If the organization owns real property, include a statement indicating whether the property is exempt from local property taxes. Please inform us if the organization does not own real property or has not applied for property tax exemption.
- **Churches** must also provide documentation, such as a bulletin, showing the organization's place of worship and time of worship services.
- **Other religious organizations** (such as a ministry) must also provide a letter on the letterhead of the church that they are affiliated with explaining the affiliation.

Charitable Organizations (Minnesota Statutes Chapter 297A.70, Subd. 4(a)(1))

Charitable organizations include those that provide relief of the poor, underprivileged, and distressed, the care of the sick, the infirm, or the aged; the erection or maintenance of public buildings and monuments; lessening of the burdens of government; lessening of neighborhood tensions; elimination of prejudice and discrimination; defense of human and civil rights; providing qualified low-income housing; and combating community deterioration and juvenile delinquency.

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Type of Organization, cont.

Volunteer fire departments that are separate organizations from the city may qualify as charitable, provided they have their own Articles of Incorporation or Constitution.

The following factors will be considered when determining whether or not an organization qualifies for sales tax exemption as exclusively charitable:

- The organization must be conducted without a view to profit
- The organization must be supported in part by benevolent contributions
- The organization must provide its charitable goods/services to recipients free or at least reduced costs
- The organization must be open to the public generally without restriction
- The organization must be organized and operated so that its charitable aids reach an indefinite number of people
- The organization must be organized and operated so that its commercial activities, if any, are subordinate to or incidental to its charitable activities.

☐ **Charitable organization**

You must provide:

- A signed copy of the organization's Articles of Incorporation.
- A copy of 501(c) (3) letter granting exemption from income tax, along with a copy of the application for federal income tax exemption (Federal Form 1023).
- A letter or brochure describing the specific purposes and activities of the organization.
- An income and expense statement or budget for the last accounting period.
- If the organization owns real property, include a statement indicating whether the property is exempt from local property taxes. Please inform us if the organization does not own real property or has not applied for property tax exemption.
- Documentation that explains how the organization meets the six factors listed above.

Senior Citizen Groups (Minnesota Statutes Chapter 297A.70, Subd. 4(a)(2))

Senior citizen groups or associations that are organized and operated exclusively for pleasure, recreation, and other nonprofit purposes, not including housing, qualify for exempt status provided:

- **The organization is exempt under 501(c) of the Internal Revenue Code**
- The membership to the organization is in general limited to persons age 55 or older, or physically disabled.

Principal Officers

List names of principal officers and the office held by each.

Name	Title
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Name	Title
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Name	Title
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Sign Here

I certify that the above statements are correct to the best of my knowledge and belief, that accompanying documents are true copies of original documents and that I am authorized to sign this application.

Signature	Title	Date
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