

IPA Policy Manual

Chapter 5 – Association Operations

5.15 Not-For-Profit Status

(a) The Illinois Principals Association shall observe all rules and procedures of the Internal Revenue Service and State of Illinois in maintaining its status as a 501(c)(6) corporation. No part of any income, revenue and grants of or to the Association shall inure to the material or pecuniary benefit of any member, officer or any private individual (except that reasonable compensation may be paid for services rendered in connection with one or more of its purposes), and no member, officer, or any private individual shall be entitled to share in the distribution of any of the assets of the Association on its dissolution or liquidation. All lobbying activities shall be related directly to the Illinois Principals Association's exempt purpose. Political activities and expenditures (and other activities not furthering the exempt purpose) shall not constitute the Illinois Principals Association's primary activity. The Illinois Principals Association shall notify its dues payers of the amount of dues that are not tax deductible because they are used for lobbying and political expenditures.

(b) The Illinois Principals Foundation shall be a subsidiary organization under the Illinois Principals Association. The Illinois Principals Foundation shall observe all rules and procedures of the Internal Revenue Service and State of Illinois in maintaining its status as a 501(c)(3) corporation. Specifically: (1) All income, revenue and grants of or to the Foundation shall be expended to advance the Foundation's charitable purpose; and (2) the Illinois Principals Foundation may not attempt to influence legislation as a substantial part of its activities and may not participate in any campaign activities for or against political candidates.

Adopted: _____