



Articles of Incorporation Purpose Clause Alert

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In the last few years, the IRS has performed audits on several Pregnancy Medical Clinic (PMC) organizations. One of the changes that the IRS required was that Articles of Incorporation purpose clauses be expanded to more accurately reflect the activities of the organizations.

Actually, this is a common problem as the Articles were written long ago when the organization incorporated and the purpose clause simply did not keep up with the growth of the PMC.

Below is a sample purpose clause that the IRS recently approved for these PMC groups. This is only a sample of what has worked in the past with the IRS and does not mean that it will work for your PMC. However, it is a good place to begin. In addition, you should consult you PMCs attorney regarding any changes you make to your Articles purpose clause.

Sample Purpose Clause

The corporation of _____ is organized exclusively for charitable, religious and educational purposes within the meaning of 501 (c) (3) of the Internal Revenue code, including but not limited to: medical services and the development and administration of programs designed to assist individuals in dealing with the physical, spiritual, emotional, economic, and social concerns associated with pregnancy and sexually transmitted infections; and the development and administration of programs relating to sexual health education, materials, and general training in outreach education programs and all other legal powers permitted a Nonprofit Organization.

You may reach Beth at beth@chaseadvancement.com . Chase Advancement provides risk management assessments of your PMC's Articles of Incorporation, Bylaws and Minutes. For more information go to www.chaseadvancement.com and click on the services page.