REQUIRED MATERIALS

Purchase the casebook entitled "Cases and Materials on Nonprofit Organizations, Fifth Edition,"\(^1\) by Fishman, Schwarz, and Mayer, along with the 2015 Edition of the Statutory Supplement, at the N.Y.U. Bookstore. Click on this [link](#) to access the Student Update Memo.

ASSIGNMENTS (for the first month of the semester)

August 29 and September 5 — Introduction

1. In the Casebook, read:


2. In the Statutory Supplement, read:

   Code\(^2\) § 501(a), (b), (c)(1) – (29). Focus on § 501(c)(3) – (7); Other sections may be skimmed.
   § 170(a), (b), (c)
   § 508(a), (b), (c)

   Form 1023, Application for Exemption Under Section 501(c)(3) of the Internal Revenue Code, p. 1012 (skim to determine what the IRS is interested in discovering). Compare to “streamlined” Form 1023-EZ, p. 1040.

3. On the Web, briefly visit the following sites:

   [www.metmuseum.org](http://www.metmuseum.org)
   [www.komen.org](http://www.komen.org)
   [www.fordfound.org](http://www.fordfound.org)
   [www.now.org](http://www.now.org)
   [www.abanet.org](http://www.abanet.org)
   [www.pga.org](http://www.pga.org)

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\(^1\) Be sure to purchase this title and not “Taxation of Nonprofit Organizations” by the same authors.
\(^2\)“Code” refers to the Internal Revenue Code. “Regulations” refers to the Treasury Regulations. The relevant Code and Regulations provisions generally can be found in the Statutory Supplement. Updates can be found in the Student Update Memo.
Note the similarities and differences between the purposes and activities of the different organizations. If you were to group these organizations based on similarities, how might you group them? We will return to these web sites throughout the semester when we focus on (1) organizational purposes; (2) fundraising and corporate sponsorship activities; (3) compensation of officers and directors; (4) commercial activities; (5) lobbying and political activities.

4. Read the three articles posted on NYUClasses:


September 10 — Organization Under State Law

1. In the Casebook, read:

   pp. 43 – 67; 68 – 72. Prepare a written outline of your answers to the problems on p. 54 for your own reference during class discussion.

2. In the Statutory Supplement, read:

   Model Nonprofit Corp. Act (3d ed.): §§ 2.01-2.06, 3.01-3.02.
   N.Y. Not-for-Profit Corp. Law: §§ 201, 202, 204, 404-406, 508, 515.
   Sample Articles of Organization, p. 906.
   Sample ByLaws, p. 908 (skim).
   Sample Charitable Trust, p. 914 (skim).
September 12 — Dissolution and Distribution of Assets

1. In the Casebook, read:

   pp. 73 – 103. Prepare a written outline of your answers to Problems 1, 2, 3, and 5 on p. 89 and Problem 1 on p. 92 for your own reference during class discussion.

2. In the Statutory Supplement, read:

   Restatement of the Law Third, Trusts, §§ 66 and 67.

September 17 and 24— Tax-Exempt Status; Charitable Requirement; Disaster Relief
(Class cancelled on September 19)

1. In the Casebook, read:

   pp. 271 – 299; 337 – 342; 344 – 370. Prepare a written outline of your answers to Problems (a) and (b) on p. 342 for your own reference during class discussion.

2. In the Statutory Supplement, read:

   Code: § 501(c)(3) [again].
   Regulations: §§ 1.501(c)(3)-1(a), (b), (c); 1.501(c)(3)-1(d)(1), (2).

3. On NYUClasses read:


September 26 and October 1 — Private Inurement, Private Benefit, and Excess Benefit Transactions

1. In the Casebook, read:

   pp. 416 – 442, 226 – 233 (through Note 1). Prepare a written outline of your answers to Problems 1(a)-(e) and 2 on pp. 443 – 444 for your own reference during class discussion.
2. In the Statutory Supplement, read:

   Code: § 4958.
   Regulations: §§ 1.501(c)(3)-1(c)(2).

3. Read the four items posted on NYUClasses:


**October 3—Educational Organizations**

1. In the Casebook, read:


2. In the Statutory Supplement, read:

   Regulations: §§ 1.501(c)(3)-1(d)(3).

3. On NYUClasses read:


**October 8—Religious Organizations and Health Care Organizations**

1. In the Casebook, read:

   pp. 387 – 402; 296 – 319. Prepare a written outline of your answers to Problems (a) and (c) on p. 403 and to Problems (a) – (c) and (e) on pp. 319 – 320 for your own reference during class discussion.
2. On NYUClasses read:


October 10—Miscellaneous Organizations

1. In the Casebook, read:

pp. 326 – 332 and 403 - 410. Prepare a written outline of your answers to the Problems on pp. 332 – 333 and Problems (a) and (c) on pp. 410 – 411 for your own reference during class discussion.

2. In the Statutory Supplement, read:

Code: § 501(j).
Regulations: §§ 1.501(c)(3)-1(d)(1), (2).

October 15—Commercial Activities

1. In the Casebook, read:

pp. 527 – 547. Prepare a written outline of your answers to Problems (a), (b), and (f) – (i) on pp. 547 – 549 your own reference during class discussion.

2. In the Statutory Supplement, read:

Regulations: §§ 1.501(c)(3) - 1(c)(1) and -1(e).

October 17 and 22 — Limitations on Lobbying

1. In the Casebook, read:

pp. 445 – 461. Prepare a written outline of your answers to all portions of the Problem on pp. 461 – 462 for your own reference during class discussion.

2. In the Statutory Supplement, read:

Code: §§ 501(c)(3), (4); 501(h); 504; 4911; 4912; 4955; 6033(b)(8).
October 24 – Limitations on Political Campaign Activities

1. In the Casebook, read:

   pp. 463 – 505. Prepare a written outline of your answers to all portions of the Problem on pp. 499 – 500 for your own reference during class discussion.

2. In the Statutory Supplement, read:

   Code: §§ 501(c)(3), (4); 527; 4955.

November 7 (second hour)—Introduction to Private Foundations and their Alternatives

1. In the Casebook, read:

   pp. 649 – 650, 656 (bottom) – 676, 679 (bottom) – 697, 702 – 704. Prepare a written outline of your answers to problems 1(a), (b), and (f) on pp. 678 – 679, and the Problem on p. 690 using all relevant tests (§§ 170(b)(1)(A)(vi) and 509(a)(2)) for your own reference during class discussion.

2. In the Statutory Supplement, read:

   Code: §§ 507(d)(2); 509(a) – (e); 170(b)(1)(A)(i) - (vi); 4942(j); 4946.

November 12 and 14—Private Foundation Excise Taxes

1. In the Casebook, read:

   pp. 704 (bottom) – 707, 708 – 718, 720 – 725, 727 – 730, 731 – 741 ignoring all problem sets that are not specifically assigned. Prepare a written outline of your answers to the problems 1(a)-(g) and 2 on pp. 718 – 719, and problems (a) – (e), (g), and (i) on pp. 741 – 743 for your own reference during class discussion.

2. In the Statutory Supplement, read or re-read:

   Code: §§ 4940; 4941; 4945; 4946.

3. Review two tapes to be posted on Monday, November 12. These tapes can be reviewed at any time during the 10 days following posting.
November 19 (extended class) and 26 (No class November 21) — Unrelated Business Income Tax

1. In the Casebook, read:

   pp. 549 – 586. Prepare a written outline of your answers to the problems on pp. 586 – 587 (excluding problem 1(d)).

2. In the Statutory Supplement, read:

   Code: §§ 511(a), (b); 513(a), (c), (f), (h), (i).
   Regulations: § 1.513-4.

3. On NYUClasses read:


4. On the Web, visit [www.metmuseum.org/store](http://www.metmuseum.org/store) (or go to a Metropolitan Museum of Art shop or the shop of another cultural institution). Think about sales of which items might generate unrelated business income.

November 28 — Exclusions from UBTI; Joint Ventures

1. In the Casebook, read:


2. In the Statutory Supplement, read:

   Code: § 512(a), (b)(1)-(5), (7) - (9), (13), (15).

December 3 and 5 — Corporate Governance

1. On NYUClasses, read:


   IRS, Good Governance Practices.
Independent Sector, Principles for Good Governance and Ethical Practice—Optional Reading.

2. In the Casebook, read:

pp. 109 – 114, 120 – 152, 155 (Notes) – 172, 181 (only “Duty of Obedience” paragraph). Prepare a written outline of your answers to the problems on pp. 143 – 144 and Problems (a)-(c), (g), and (h) on pp. 179 – 181 for your own reference during class discussion.

3. In the Statutory Supplement, read:

Form 990. Focus on Part VI, Governance, Management, and Disclosure, p. 947.
Model Nonprofit Corporation Act (3d ed.): 8.01, 8.04-8.05, 8.20-8.21, 8.30 – 8.33, 8.41, 8.42, 8.50-8.58, 8.60. 8.70.
N.Y. Not-for-Profit Corp. Law 715, 715-a, 716, 717, 719, 720-a.