

Tax Notes

IRS Removes Donor Disclosure Requirement on Information Returns for Many Tax-Exempt Organizations

By Harold Spector, CPA, Tax Manager

Tax-exempt organizations — other than charitable organizations exempt under Code Sec. 501(c)(3) and political organizations exempt under Code Sec. 527 — will soon be able to stop reporting the names and addresses of contributors on Schedule B when filing their information returns for tax years ending on or after December 31, 2018.

Under existing rules, tax-exempt organizations that file Form 990, 990-EZ, 990-PF, and 990-BL and that receive contributions are required to prepare Schedule B, *Schedule of Contributors*, and list the names, addresses, and amount of contributions received by the organization during its tax year. Rev. Proc. 2018-38 modifies the existing rules by no longer requiring tax-exempt organizations, other than those described in Code Sec. 501(c)(3) or 527, to provide names and addresses of contributors on Forms 990 or 990-EZ Schedule B.

Organizations that are relieved from the requirement to report contributors' names and addresses on Schedule B must continue to collect and record the donor information and have it available to the IRS upon request.

Contact Us

If you have questions regarding how these rules will apply to your organization, contact either of the below or another member of your not-for-profit or tax-exempt client service team at PKF O'Connor Davies.

Garrett M. Higgins, CPA
Partner-in-Charge, Exempt Organization Tax and Advisory Services
ghiggins@pkfod.com

Harold Spector, CPA,
Tax Manager, Exempt Organization Tax and Advisory Services
hspector@pkfod.com

About PKF O'Connor Davies

PKF O'Connor Davies, LLP is a full-service certified public accounting and advisory firm with a long history of serving clients both domestically and internationally. With roots tracing to 1891, nine offices in New York, New Jersey, Connecticut and Maryland, and more than 700 professionals, the Firm provides a complete range of accounting, auditing, tax and management advisory services. PKF O'Connor Davies is ranked 29th on *Accounting Today's* 2018 "Top 100 Firms" list and is recognized as one of the "Top 10 Fastest-Growing Firms." PKF O'Connor Davies is also recognized as a "Leader in Audit and Accounting" and is ranked among the "Top Firms in the Mid-Atlantic," by *Accounting Today*.

PKF O'Connor Davies is the lead North American representative in PKF International, a global network of legally independent accounting and advisory firms located in over 400 locations, in 150 countries around the world.

Our Firm provides the information in this e-newsletter for general guidance only, and it does not constitute the provision of legal advice, tax advice, accounting services, or professional consulting of any kind.