



501(c)(7) Tax Exemption

Which organizations are included in this exemption?

- Social clubs
- See the [IRS website](#) for additional information

What are the requirements for this exemption?

- The club must be organized for exempt purposes
- The club must provide an opportunity for personal contact among members and membership must be limited
- The club must be supported by membership fees, dues, and assessments
- The organization's net earnings may not inure to the benefit of any person having a personal and private interest in its activities
- If the club exceeds safe harbor guidelines for nonmember and investment income, the facts and circumstances must show that it is organized substantially for exempt purposes
- The club may receive de minimis income from non-traditional sources
- The club's governing instrument may not contain a provision that provides for discrimination against any person on the basis of race, color, or religion
- See the [IRS website](#) for additional information

How does an organization obtain this exemption?

- [File Form IRS 1024](#) to receive tax-exempt status

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