

CLUB TAX BOOK

Table Of Contents

How to Use Club Tax Book

**CHAPTER 1:
Tax Law Applicable To Clubs**

Internal Revenue Code

Internal Revenue Code Section 118

- Internal Revenue Code Section 277
- Internal Revenue Code Section 456
- Internal Revenue Code Section 501(c)(4)
- Internal Revenue Code Section 501(c)(7)
- Internal Revenue Code Section 511
- Internal Revenue Code Section 512
- Internal Revenue Code Section 6417

Internal Revenue Regulation

- Internal Revenue Regulation 1.118-1
- Internal Revenue Regulation 1.337(d)-4
- Internal Revenue Regulation 1.501(c)(7)-1
- Internal Revenue Regulation 1.511-1
- Internal Revenue Regulation 1.511-2
- Internal Revenue Regulation 1.511-3
- Internal Revenue Regulation 1.511-4
- Internal Revenue Regulation 1.512(a)-1
- Internal Revenue Regulation 1.512(a)-6
- Internal Revenue Regulation 1.512(b)-1
- Internal Revenue Regulation 1.512(c)-1
- Internal Revenue Regulation 1.513-1

**Internal Revenue Regulation
Obsolete**

- Internal Revenue Regulation 1.277-1 Obsolete

**Proposed Internal Revenue Regulation
Explained**

- Proposed Internal Revenue Regulation 1.512 & 1.513
UBTI Separately Computed For Each Trade
Or Business; Explained (04/24/2020)
- Proposed Internal Revenue Regulation 1.6417
Elective Payment Of Applicable Credits;
Explained (06/14/2023)

**Proposed Internal Revenue Regulation
Withdrawn**

- Internal Revenue Regulation 1.512 Proposed And
Withdrawn (05/12/1971)

**Final Internal Revenue Regulation
Explained**

- Final Internal Revenue Regulation 1.512 & 1.513
UBTI Separately Computed For Each Trade
Or Business; Explained (11/13/2020)

Senate Reports

- Senate Report No. 94-1318; Tax Treatment Of Social
Clubs And Other Membership Organizations
(09/28/1976)

**CHAPTER 2:
Club Tax Issues**

Abandoned Property

- Abandoned Property; Escheats Law
- Abandoned Property; Escheats Law: 30-Year Loan

Accumulated Earnings Tax (Section 531)

- Accumulated Earnings Tax (Section 531); Does Not
Apply To 501(c)(7)

ADA

- ADA; Accommodations To Disabled Golfers
- ADA; Accommodations To Disabled Golfers; Who
Pays For Personal Preferences?
- ADA; Private Clubs; A Primer on Golf Access And
Inclusion
- ADA; Private Clubs Exempt; 8 Factors; Including
Nonmember Use And Advertising For
Members
- ADA; Private Clubs Exempt; Lobel V. Woodland
Golf Club Of Auburndale; Takeaways
- ADA; Private Membership Clubs; Employment
- ADA; Private Membership Clubs; Public
Accommodations

Advertising

- Advertising; 501(c)(7) Status Revoked
- Advertising; For Members; ADA; Affect On Private
Club Exemption
- Advertising; For Nonmembers; ADA; Affect On
Private Club Exemption
- Advertising; Checklist; 501(c)(7)
- Advertising; Events Open To General Public
- Advertising; Expenses; Readership
- Advertising; For New Members
- Advertising; For New Members; ADA Issues
- Advertising; For New Members; Legal Perspective
- Advertising; Income; Magazines And Newsletters
- Advertising; Income; Nonmember Solicitations
- Advertising; Internet Search Engines
- Advertising; Nonmember Solicitations
- Advertising; Question Is Privacy
- Advertising; To Nonmembers

Allowances

Allowances; Accountable Vs. Non-Accountable Plan

Alternative Minimum Tax

Alternative Minimum Tax; 277 Club
 Alternative Minimum Tax; 277 Club Example
 Alternative Minimum Tax; 501(c)(7) Club & FICA
 Tip Credit
 Alternative Minimum Tax; Small Corporations
 Exempt

Artwork

Artwork; Sale Of Valuable Painting

Automobiles

Automobiles; Club Policies

Awards

Awards; Achievement Clarifications
 Awards; Exceptional Productivity
 Awards; Length-Of-Service
 Awards; Safety Achievement

Barter

Barter Transactions
 Barter Transactions; Free Golfing Privileges
 Barter Transactions; Free Golfing Privileges; Back
 Pay
 Barter Transactions; Ranger Services For Golf
 Privileges

BOI (Beneficial Ownership Information)

BOI (Beneficial Ownership Information); Reporting
 Exemption

Building Lots

Building Lots; Use In Club Operations

Caddies

Caddies; Employment Classification Issues
 Caddies; Expenses Of Independent Contractors
 Caddies; Payment Method
 Caddies; Payroll Taxes
 Caddies; The Garden City Golf Club; What Not To
 Do
 Caddies; Worker's Compensation

Capital Assessment

Capital Assessment Vs. Capital Contribution;
 §501(c)(7); RP 71-17
 Capital Assessment; §277; Investment Motive; Not
 Found; Stand-Alone Club

Capital Assessment; §277; Law

Capital Assessment; §277; Taxable; Failure To
 Designate; The Edison Club

Capital Assessment; §277; Taxable; Forfeitures;
 Concord Village
 Capital Assessment; §277; Taxable; General
 Operating Reserves; Concord Village
 Capital Assessment; §277; Taxable; No Investment
 Motive; POA; New Member
 Capital Assessment; §277; Taxable; Oakland Hills
 CC
 Capital Assessment; §277; Taxable; Painting
 Reserves; Concord Village
 Capital Assessment; §277; Taxable; United Grocers
 Capital Assessment; §277; Taxable; Washington
 Athletic Club

Capital Contribution

Capital Contribution Vs. Capital Assessment;
 §501(c)(7); RP 71-17
 Capital Contribution; §277; Article
 Capital Contribution; §277; Investment Motive;
 Found; POA
 Capital Contribution; §277; Investment Motive;
 Found; Refundable Value Increased
 Capital Contribution; §277; Investment Motive;
 Found; Fully Refundable
Capital Contribution; §277; Law
Capital Contribution; §277; Law; New §118
Explained
 Capital Contribution; §277; Non-Taxable; Board Of
 Trade
 Capital Contribution; §277; Non-Taxable; Lake
 Forest, Inc.
 Capital Contribution; §277; Non-Taxable; Lake
 Petersburg Association
 Capital Contribution; §277; Non-Taxable;
 Membership Value Increased
 Capital Contribution; §277; Non-Taxable; Minnequa
 University Club
 Capital Contribution; §277; Non-Taxable; POA
 Capital Contribution; §277; Non-Taxable; POA;
 Investment Motive Required
 Capital Contribution; §277; Non-Taxable; POA;
 RR 74-563
 Capital Contribution; §277; Non-Taxable; POA;
 RR 75-370
 Capital Contribution; §277; Non-Taxable; POA;
 RR 75-371
 Capital Contribution; §277; Non-Taxable;
 Replacement Reserves; Concord Village

Casualty Loss

Casualty Loss Restoration; Capital Expenditures

Catering

Catering; Nontraditional Income
 Catering; Off Premises

Change Year End
Change Year End

Charitable Set Aside
Charitable Set Aside; Fund Raiser
Charitable Set Aside; Gift Of Stock
Charitable Set Aside; Interest Income
Charitable Set Aside; Proposed & Withdrawn Regulations
Charitable Set Aside; Reduces Taxable Income

Charity
Charity; Agency Relationship Required
Charity; Auctions; Disclosures
Charity; Balls
Charity; Certificates; Quid Pro Quo Disclosures
Charity; Certificates; Tax Deductions
Charity; Club Collecting On Behalf Of; Agency Relationship
Charity; Clubhouse; Facade
Charity; Clubhouse; Historic Preservation Moved
Charity; Conservation Easement; Exclusive Test
Charity; Conservation Easement; Golf Course Value
Charity; Conservation Easement; Qualifies For Reinvestment
Charity; Conservation Easement; Real Estate Tax Savings
Charity; Donations; State Mandated From Bingo Proceeds
Charity; Golf/Tennis Tournament
Charity; Golf Tournament; Who Pays?
Charity; Lease Of Equipment For Golf Course
Charity; Member Directing Club To Make Payment On Member's Behalf
Charity; Member Vs. Nonmember; Charity Board Member
Charity; Restoring Club's Historic Building

Charity; Club Scholarship Programs
Charity; Club Scholarship Programs
Charity; Club Scholarship Programs; Private Foundations
Charity; Club Scholarship Programs; Private Foundations; % Test Failed
Charity; Club Scholarship Programs; Related Public 501(c)(3)

Charity; Preservation Of Building
Charity; Preservation Of Building; Guests Of Member Not "General Public" Usage
Charity; Preservation Of Building; Historical Or Architectural Significance
Charity; Preservation Of Building; Sales With Restrictive Covenants
Charity; Preservation Of Building; Significant Public Access Necessary

Charity; Preservation Of Building; What Not To Do

Charity; Setting Up 501(c)(3)
Charity; Setting Up 501(c)(3); Article; Employer - Related Tax-Exempt Scholarship Funds
Charity; Setting Up 501(c)(3); Club Scholarship Programs; % Test Failed
Charity; Setting Up 501(c)(3); For Club Employer - Related Educational Grants
Charity; Setting Up 501(c)(3); Employer-Related Scholarship Awards Not Taxable
Charity; Setting Up 501(c)(3); Funding Club Activity and Amenity
Charity; Setting Up 501(c)(3); Funneled Millions To Eating Clubs To Pay For Social Facilities

Checklists
Checklists; 2018 Tax Law Changes
Checklists; 501(c)(7); Advertising
Checklists; 501(c)(7); Disposition Of Club Asset
Checklists; 501(c)(7); FIN 48
Checklists; 501(c)(7); Form 990; Mistakes
Checklists; 501(c)(7); Form 1024; Preparation For Tax-Exempt Status
Checklists; 501(c)(7); IRS Audit Preparation
Checklists; 501(c)(7); Nontraditional Income
Checklists; 501(c)(7); Privacy; Tax Related
Checklists; 501(c)(7); Recording Of Income For Tax Purposes
Checklists; 501(c)(7); Revenue Procedure 71-17
Checklists; 501(c)(7); Section 277; Taxable Comparison
Checklists; 501(c)(7); Tax Issues Found In Operations
Checklists; 501(c)(7); Web Site
Checklists; Audit Committee Activity
Checklists; Board Tax Resolutions
Checklists; Club Executive; Year End Compensation Planning
Checklists; Employee Vs. Independent Contractor
Checklists; Exempt Status; Times To Be 501(c)(7)
Checklists; Growing Your Club
Checklists; Member Vs. Nonmember Decision Making
Checklists; Tipping Policy; Bag Staff
Checklists; Tipping Policy; "Voluntary Gratuity" Vs. "Mandatory Service Charge; Wage & Hour
Checklists; Year End Reporting Requirement

Club Related Associations & Newsletters
Club Related Associations & Newsletters

Corporate Checks
Corporate Checks; 501(c)(7)
Corporate Checks; Bad Facts = Nonmember Income
Corporate Checks; For Dues; Tax Free Fringe Benefit

Corporate Contributions

Corporate Contribution To 501(c)(7) Club

Corporate Members

Corporate Members; 277 Taxable Clubs
 Corporate Members; 501(c)(7)
 Corporate Members; Living Trusts
 Corporate Members; LLC's; Single Member

Corporate Sponsored Members

Corporate Sponsored Members

COVID-19

COVID-19; Employee Retention Credit; Explained
 COVID-19; Employee Retention Credit; Include In
 Gross Income Vs. Reduce Payroll Expense
 COVID-19; Employee Retention Credit; Reduce
 Payroll Expenses

Credit Cards

Credit Cards; Checkout Fee Now Allowed In Some
 States
 Credit Cards; Nonmembers; General Public
 Credit Cards; Nonmembers; Nonmember Income
 Credit Cards; Paying Vendors; Rebate Member
 Related?
 Credit Cards; Surcharge Added
 Credit Cards; Used For Dues

De Minimis

De Minimis; Defined
 De Minimis; Example

Debt Cancellation

Debt Cancellation: Another Analysis
 Debt Cancellation; Bankrupt Club
 Debt Cancellation; Deadbeats
 Debt Cancellation; Insolvent But Not Bankrupt Club
 Debt Cancellation; Not Insolvent Club

Deferred Compensation; 457

See Chapter 4
 Deferred Compensation; 457; 501(c)(7) Clubs

Dependent Care

Dependent Care; Provider ID and Certification

Depreciation

Depreciation; 15 Year Improvements
 Depreciation; Allowed Or Allowable; 501(c)(7)
 Depreciation; Allowed Or Allowable For Former
 501(c)(7)
 Depreciation; A M T Life Election
 Depreciation; Bunkers
 Depreciation; Cost Segregation
 Depreciation; Cost Segregation Study

Depreciation; Deduct Vs. Capitalize & Depreciate
 Depreciation; Fairways
 Depreciation; Golf Course Items Expected Life Cycle
 Depreciation; Greens; Modern
 Depreciation; Greens; "Push-Up"
 Depreciation; Greens & Tees
 Depreciation; Greens & Tees; Design Fees
 Depreciation; Landscaping; Adjacent To Buildings
 Depreciation; Lives
 Depreciation; Marina's
 Depreciation; Redesigning Course
 Depreciation; Restaurant Equipment
 Depreciation; Roughs
 Depreciation; Smallwares; China, Glassware, Etc.;
 Start-up Vs. Replacements
 Depreciation; Underground Watering System

Developer

Developer; Cost Allocations
 Developer; Cost Allocations; No Retention Of
 Ownership Rights
 Developer; Cost Allocations; Retention Of
 Ownership Rights
 Developer; Donates Club To Charity
 Developer; Funding Cash Operating Deficit Spending
 Developer; Settlement Proceeds
 Developer; Settlement Proceeds; Construction
 Defects

Disability

Disability; Disabled Access Tax Credit
 Disability; Single Rider Golf Cart; Tax Credit

Disaster Relief

Disaster Relief; 2017 "Employee Retention Tax
 Credit"
 Disaster Relief; Employers Helping Employees
 Disaster Relief; Fund; Club Acting As Facilitator

Disclosure Requirements

Disclosure Requirements; Form 990
 Disclosure Requirements; Form 990; Contributor
 Names
 Disclosure Requirements; Form 990; Executive
 Compensation
 Disclosure Requirements; Form 990; GM
 Compensation
 Disclosure Requirements; Form 990; Five Highest
 Compensated

Discounts To Club Stockholders

Discounts To Club Stockholders; Taxable Dividends

Discrimination

Discrimination

Disposition

Disposition; 99-Year Lease Qualified Reinvestment
 Disposition; 501(c)(7); Destruction, Theft, Seizure, Requisition, Condemnation
 Disposition; 501(c)(7); Examples Of "Used Directly"
 Disposition; 501(c)(7); Gain Calculation
 Disposition; 501(c)(7) Non Recognition Of Gain; Proposed & Withdrawn Regulations
 Disposition; Building Lots
 Disposition; Club Asset; Checklist; 501(c)(7)
 Disposition; Concepts Illustrated
 Disposition; Conservation Easement
 Disposition; Conservation Easement; Proceeds Reinvested
 Disposition; Diminished Use
 Disposition; Easement
 Disposition; Final Sale In Dissolving 501(c)(7) Club
 Disposition; Homesites
 Disposition; Land Not Used For Club Purposes
 Disposition; Land Not Used Properly After Purchase
 Disposition; Leasehold Property
 Disposition; Like-Kind Exchange
 Disposition; Option Granted
 Disposition; Painting
 Disposition; Prior Debt Payoff Not Reinvestment
 Disposition; Prior Debt Qualified Reinvestment If Timely
 Disposition; Self-Constructed Asset; Labor
 Disposition; Statement
 Disposition; Subdividing Land To Sell
 Disposition; Timber Sales
 Disposition; Time To Replace
 Disposition; Type Of Property For Replacement
 Disposition; Unwanted Land Had To Be Purchased
 Disposition; Used For Employees; Sod Farm; Buffer Zone
 Disposition; View
 Disposition; Water Basin
 Disposition; What Not To Do
 Disposition; When Gain Reported?

Dividend Received Deduction

Dividend Received Deduction

Document Retention

Document Retention And Destruction Policy

Dues Billings

Dues Billings; Disclosure
 Dues Billings; Disclosure; Form 990; Part V
 Dues Billings; Disclosure; Fund-Raising Events
 Dues Billings; Disclosure; Nondeductible Contributions
 Dues Billings; Disclosure; Penalty For Failure To Comply
 Dues Billings; Disclosure; Statement Alternatives

Dues Billings; Is This A Solicitation Of Contributions
 Dues Billings; Memo Billing

Dues Collected By POA

Dues Collected By POA

DuPont Imprelis Settlement

DuPont Imprelis Settlement; Involuntary Conversion

Educational Scholarship Foundation

Educational Scholarship Foundation; Club Employees

Electric Vehicle Charging Stations

Electric Vehicle Charging Stations; Nontraditional Activity?
 Electric Vehicle Charging Stations; Tax Credit

Electronic Media

Electronic Media; Tax Rulings Specific To?

E-Mails

E-Mails; Footnote Suggested

Employee Leasing

Employee Leasing; 457 Plans
 Employee Leasing; FICA Tip Credit; Who Gets It?
 Employee Leasing; PEO's; Form 990 Errors Causing IRS Audits

Energy Tax Credits & Deductions

See Chapter 8 For Details

Equity Club

Equity Club; Defined
 Equity Club; Member Rights
 Equity Club; Refundable Or Non Refundable

Exempt Status

Exempt Status; 337 Gain Avoided
 Exempt Status; 337 Gain; Discussed
 Exempt Status; 337 Tax Upon Obtaining
 Exempt Status; Administer & Enforce Covenants
 Exempt Status; Administer & Enforce Covenants; Loss Of Tax Status
 Exempt Status; Copy Of 501(c)(7) Application Request

Exempt Status; Denied Based On Business Activities

Exempt Status; Developer Controlled
 Exempt Status; Effective Date
 Exempt Status; Effective Date; Elimination Of Confusion
 Exempt Status; Failure To Be Member Controlled
 Exempt Status; Fire, Security & Trash Collection

Exempt Status; Homeowners Association
 Exempt Status; IRS Disclosure; Letters
 Exempt Status; Loss Of Exemption; Corporate Members
 Exempt Status; Loss Of Exemption; Recordkeeping Failure
 Exempt Status; Loss Of Exemption Due To Activities
 Exempt Status; Maintaining Residential Streets
 Exempt Status; Poor Economic Conditions
 Exempt Status; Self Termination
 Exempt Status; Terminating Or Merging
 Exempt Status; Times To Be 501(c)(7); Checklist
 Exempt Status; Trap Shooting Club
 Exempt Status; Void Of Commingling
 Exempt Status; Voluntary Surrender; NFL Comparison
 Exempt Status; Voluntary Surrender - Reorganization
 Exempt Status; What To Consider
 Exempt Status; Why Revoked

Exempt Status; Revocation

Exempt Status; Revocation; Delinquent Form 1120 Required
 Exempt Status; Revocation; Depreciation
 Exempt Status; Revocation; Nonmember Loss Carryovers; Not Allowed
 Exempt Status; Revocation; Retroactive; 1st Day Of Earliest Open Year
 Exempt Status; Revocation; Retroactive; Potential Tax Issues
 Exempt Status; Revocation; Tax Consequences

Expense Allocation

Expense Allocation; 2018 Changes Interpreted
 Expense Allocation; Acceptable Methods
 Expense Allocation; AICPA Comments To IRS
 Expense Allocation; Cost Of Goods Sold; Labor
 Expense Allocation; COVID-19; Employee Retention Credit; Reduce Payroll Expenses
 Expense Allocation; Golf Rounds
 Expense Allocation; Gross To Gross
 Expense Allocation; IRS Examples
 Expense Allocation; IRS Method Based Upon 24 Hrs
 Expense Allocation; "Reasonable" To Be Modified?
 Expense Allocation; Section 277 Club

Expense Allowances

Expense Allowances

Expenses Disallowed

Expenses Disallowed; 2018 AICPA Request For Guidance
 Expenses Disallowed; Meals; Employer-Provided; AICPA Questions

Expenses Disallowed; Recreational And Social Activities; Employer-Hosted; AICPA Questions
 Expenses Disallowed; Snacks; Employer-Provided; AICPA Questions

Fair Labor Standards Act

Fair Labor Standards Act; Checklist

Fee

Fee; Bringing In New Member
 Fee; Bringing In New Member; Not Inurement
 Fee; Bringing In New Member; Services

F I C A Tip Credit

FICA Tip Credit
 FICA Tip Credit; AMT Reduced
 FICA Tip Credit; Carryback And Carryforward
 FICA Tip Credit; Food And Beverage Voluntary Tips Only
 FICA Tip Credit; How To Calculate
 FICA Tip Credit; Professional Employer Organization (PEO); Who Gets It?
 FICA Tip Credit; Reduce Deduction On Return
 FICA Tip Credit; Unreported Tips

FIN 48 (Replaced By: ASC Subtopic 740-10)

FIN 48; Checklist; 501(c)(7)
 FIN 48; Form 990; IRS Disclosure
 FIN 48; Replaced; ASC Subtopic 740-10; Routine Business Transactions

Foreign Employees

Foreign Employees; H-2B; Employment Certification Costs
 Foreign Employees; H-2B; Job-Related Tools & Equipment
 Foreign Employees; H-2B; Meals
 Foreign Employees; H-2B; Permitted Deductions From Pay
 Foreign Employees; H-2B; Prohibited Deductions From Pay
 Foreign Employees; H-2B; Temporary Work Visa Program
 Foreign Employees; H-2B; Travel To/From Destination
 Foreign Employees; H-2B; Visa & Other Related Fees

Foreign Member

Foreign Member; Reduced Withholding; Increased To 15%
 Foreign Member; W-8BEN; Can Not Be Used To Avoid Withholding
 Foreign Member; Withholding Required

Form 990

Form 990
 Form 990; \$50,000 Penalty For Failure To File
 Form 990; Application Pending For 501(c)(7) Status
 Form 990; Club Asset Sale; Electing To Defer Gain
 Form 990; Club Membership Dues Income Reporting
 Form 990; Conflict Of Interest Policy
 Form 990; Disclosure Of GM Compensation
 Form 990; Employees Paid By Management Company; Schedule O Reporting
 Form 990; Failures; Public Use Gross Receipts
 Form 990; Failures; Solicitation Statement
 Form 990; Part VI; Governance. Management & Disclosure
 Form 990; Penalty Regime Revision Coming
 Form 990; PEO's; Causing IRS Audits
 Form 990; Publicly Disclosed On IRS Website And On www.GuideStar.org
 Form 990; Sample
 Form 990; Volunteers; # Listed On Line 6

Form 990-T

Form 990-T; Capital Losses; Forgo Carryback?
 Form 990-T; Fuel Tax Credit Addback
 Form 990-T; Investment Income Expenses
 Form 990-T; Negative Deduction; Nonmember Loss Limitations
 Form 990-T; Nonmember Loss Carryovers; Not Allowed
 Form 990-T; Return

Form 1024

Form 1024; Preparation; Checklist; 501(c)(7)

Form 1099-B

Form 1099-B
 Form 1099-B; Must Now Report Tax Basis
 Form 1099-B; What Is Included In Basis?

Form 1099-MISC

Form 1099-MISC
 Form 1099-MISC; Golf Tournament Prizes
 Form 1099-MISC; Penalty For Not Filing
 Form 1099-MISC; Pro Shop Merchandise Sales
 Form 1099-MISC; Vs. W-2G For Winnings

Form 1099-NEC

Form 1099-NEC
 Form 1099-NEC; \$600 Or More
 Form 1099-NEC; Accountant Payments
 Form 1099-NEC; Attorney Payments
 Form 1099-NEC; Bringing In New Member Payments
 Form 1099-NEC; Corporate (Including LLC) Payments
 Form 1099-NEC; Member Referral Payments

Form 1099-NEC; New For 2020 Payments
 Form 1099-NEC; Nonemployee Payments
 Form 1099-NEC; Penalty For Not Filing
 Form 1099-NEC; Reduction Of Dues; Reportable
 Form 1099-NEC; Services Rendered; Avoid Private Inurement
 Form 1099-NEC; Who Receives

Form 3949-A

Form 3949-A; Theft; Fraud; Embezzlement

Form W-2

Form W-2
 Form W-2; Employer-Sponsored Health Coverage
 Form W-2; Moving Expenses; 2017 And Before
 Form W-2; Moving Expenses; 2018-2025
 Form W-2; Supplemental Wage (Bonus) Withholding

Form W-9

Form W-9
 Form W-9; Request For Identification Number

Form W-11

Form W-11
 Form W-11; Hiring Incentives To Restore Employment (HIRE) Act Employee Affidavit

Founder Member

Founder Member; Contribution Deemed Capital
 Founder Member; Free Dues; Inurement & 501(c)(7)

Free Dues

Free Dues; Free Golf; Free Anything; Taxable

Free Membership

Free Membership; Retired Employee

Fringe Benefit

(see also Chapter 4)

Fringe Benefit
 Fringe Benefit; Cell Phones
 Fringe Benefit; Dependent Care
 Fringe Benefit; Transportation Expenses; 2018 And Thereafter
 Fringe Benefit; Use Of Club Facilities

Fuel Tax Credit

Fuel Tax Credit
 Fuel Tax Credit; Clear Diesel
 Fuel Tax Credit; State Tax Credit

Gaming

Gaming
 Gaming; Bingo Proceeds To Charity
 Gaming; IRS Examination Guidelines

Gaming; Member Raffle
Gaming; Response To IRS Audit Checksheets
Gaming; W-2G Requirements

Gaming; 501(c)(7)

Gaming; 501(c)(7); Bingo
Gaming; 501(c)(7); Bona Fide Guests Defined
Gaming; 501(c)(7); Defined
Gaming; 501(c)(7); Gambling By Clubs
Gaming; 501(c)(7); Nonmember Gross Receipts
Gaming; 501(c)(7); Publication 3079
Gaming; 501(c)(7); Wagers; Excise Tax; No
Gaming; 501(c)(7); Wagers; Excise Tax; Rate
Gaming; 501(c)(7); Wagers; Excise Tax; Yes

Gasoline Sales To Members

Gasoline Sales To Members

General Public

General Public; Open To

Gift Cards

Gift Cards
Gift Cards; Equivalent To Cash

Gift Certificates

Gift Certificates; Escheat Laws

Gifts To Club

Gifts To Club; \$18,000 Exempt
Gifts To Club; Appreciated Stock
Gifts To Club; Club Deemed A Single Entity
Gifts To Club; Crowdfunding
Gifts To Club; Deemed Gifts To Members
Gifts To Club; IRS Guidance Confusing
Gifts To Club; Membership
Gifts To Club; Natural Disaster Relief
Gifts To Club; Revenue Ruling 71-443; Historical
Info

Golf And Tennis Pros

Golf And Tennis Pros; Employees Of Clubs

Golf Associations

Golf Associations; Men's And Women's

Golf Car

Golf Car; Disabled Access Credit
Golf Car; Electric Vehicle Credit

Golf Facilities

Golf Facilities; 501(c)(3)'s
Golf Facilities; 501(c)(3)'s; Golf As A Life Skill

Golf Pro

Golf Pro; Assistants Teaching; Overtime

Golf Pro; Assistants Volunteer Time
Golf Pro; Assistants Working Shop And Giving
Lessons

Golf Pro; Contractor Vs. Employee
Golf Pro; Golf Shop
Golf Pro; Golf Shop; Contrary Position
Golf Pro; Independent Contractor
Golf Pro; PGA Of America Wage & Hour Manual

Golf Tournaments

Golf Tournaments; Permanent Improvements
Golf Tournaments; Temporary Improvements

Grants

Grants; Disaster Relief Funds For Employees
Grants; Government
Grants; Water Conversation

Greens

Greens; Maintenance

Guest

Guest; Unaccompanied; Member Income

Guest Cards

Guest Cards; UBIT

GuideStar.org

GuideStar.org
GuideStar.org Or IRS Website

HIRE Act

HIRE Act; Form W-11

Holiday Fund

Holiday Fund
Holiday Fund; Federal Withholding

Home Owner

Home Owner; Automatic Membership

Honorary Member

Honorary Member; Free Dues

Housing

Housing; Convenience Of Employer
Housing; Convenience Of Employer; On Premises

Independent Contractor

Independent Contractor; 530 Relief
Independent Contractor; 530 Relief; 5 Situations
Independent Contractor; DOL Vs. IRS Tests
Independent Contractor; IRS Definition
Independent Contractor; Vs. Employee; IRS
Explained

Initiation Fee

Initiation Fee; Amortization; AICPA Guidance
 Initiation Fee; Amortization; SEC Guidance
 Initiation Fee; IRS Guidance

Installment Options

Installment Options; Member's Investment Interest Expense
 Installment Options; To Join

Insurance

Insurance; Business Interruption
 Insurance; Stock Received From Demutualization

Interest Charge Loans From Members

Interest Charge Loans From Members

Interest Free Loans

Interest Free Loans
 Interest Free Loans; 30-Year Deposits
 Interest Free Loans; Non-Equity Members
 Interest Free Loans; Refundable Membership Initiation Deposits

Interest Income

Interest Income; 277 Clubs
 Interest Income; 277 Clubs; IRS Position
 Interest Income; Bond Premium Amortization
 Interest Income; Capital Improvement Account
 Interest Income; Excess Amount Determined
 Interest Income; Installment Payments
 Interest Income; Member Delinquent Accounts
 Interest Income; Municipal Bond Interest
 Interest Income; Offsetting Deductions
 Interest Income; State Obligations Avoid Tax
 Interest Income; Taxable
 Interest Income; Taxable; Plus Penalties If Not Reported

Interest Set Aside

Interest Set Aside; If Not Charitable, U B I T

Internet

Internet; Tax Rulings Specific To?
 Internet; World Wide Web

Inurement

Inurement; Discounted Dues For 501(c)(7) Shareholders
 Inurement; Fee; Bringing In New Member; Form 1099-NEC
 Inurement; IRS Examination Guidelines
 Inurement; Prohibition By 501(c)(7)'s
 Inurement; Refund Of Dues Previously Paid
 Inurement; Revenue Procedure 71-17; Relevance

Investment Income

Investment Income; 277 Taxable; Capital Losses
 Investment Income; 501(c)(7); Capital Losses
 Investment Income; 501(c)(7); Exceeding 15%/35% Limit
 Investment Income; Bond; Article; Tax Treatment
 Investment Income; Bond; Proceed Types
 Investment Income; Bond; Who Issues
 Investment Income; Bonds; Buy Between Coupon Payments
 Investment Income; Bonds; Discounted; Accretion Calculation
 Investment Income; Bonds; Discounted; Capital Gain/Loss Calculation
 Investment Income; Bonds; Discounted; De Minimis
 Investment Income; Bonds; Discounted; OID
 Investment Income; Bonds; Discounted; Secondary Market
 Investment Income; Bonds; Face Value; Par
 Investment Income; Bonds; Premium Paid
 Investment Income; Bonds; Premium Paid; Amortization Calculation
 Investment Income; Bonds; Premium Paid; Capital Gain/Loss Calculation
 Investment Income; Carbon Dioxide Offset Credits
 Investment Income; Eliminating Capital Losses; Amortize Bond Premiums

Investment Tax Credit

Investment Tax Credit; Allocation Required

IRA's Direct Contribution

IRA's Direct Contribution

IRS

IRS; 501(c)(7) Audit Checksheets And Instructions
IRS; 501(c)(7); Private Letter Ruling Request; \$43,700
 IRS; Audit Preparation; Checklist; 501(c)(7)
 IRS; Examination Emphasis; 501(c)(7); 2020
 IRS; Examining Process; 501(c)(7)

IRS Training Material

IRS '78 Training Material
 IRS '80 Training Material
 IRS '82 Training Material
 IRS '84 Training Material
 IRS '85 Training Material
 IRS '89 Training Material
 IRS '90 Training Material
 IRS '91 Training Material
 IRS '92 Training Material
 IRS '94 Training Material
 IRS '95 Training Material
 IRS '96 Training Material
 IRS '97 Training Material

IRS '99 Handbook On Social And Recreational Clubs
 IRS '02 Exempt Organization CPE Text
 IRS '02 Training Material

Late Payment Charge

Late Payment Charge

Leased Space In Clubhouse

Leased Space In Clubhouse

Leasing

Leasing; Lease Vs. Buy

Leasing Of Lots

Leasing Of Lots; To Members

Liquidation Of 501(c)(7) Club

Liquidation Of 501(c)(7) Club; Assets Sold Taxable

Liquidation Of 501(c)(7) Club; Basis Of Assets

Liquidation Of 501(c)(7) Club; Depreciation Not Considered?

Liquidation Of 501(c)(7) Club; Exam By IRS In Progress

Liquidation Of 501(c)(7) Club; Taxable Event; IRS Revokes Previous Ruling

Liquidation Of Club Assets

Liquidation Of Club Assets

Lobbying & Political Activities

Lobbying & Political Activities; Loss Of 501(c)(7) Status

Logos And Trademarks

Logos And Trademarks; Licensing Agreement

Management Agreement

Management Agreement; 501(c)(7) Status

Mandatory Service Charges

Mandatory Service Charges; FICA

Marketing

(See also Chapter 6)

Marketing

Marketing Incentives

Marketing Incentives

Marketing Incentives; Dues Refunded

Marketing Incentives; Payments To Members

Marketing Options

Marketing Options; Converting Nonmembers To Members

Meals

Meals; Employee Expense Deductions; 2017 And Before

Meals; Employee Expense Deductions; 2018-2025

Meals; Employee Expense Deductions; 2018-2025; Second Opinion

Meals; Employee Meal Delivery Options

Meals; Employee Required To Pay; How To Report

Meals; Limitation Of Deduction

Meals; Limitation Of Deduction; Suspended For Club Restaurants

Member Deposits

Member Deposits; Bankrupt Club; Forgiveness Of Debt Income To The Club

Member Deposits; Bankrupt Club; Member Nonbusiness Bad Debt

Member Income

Member Income; Condo Sales To Members

Member Income; Employer Pays

Member Income; Employer Reimburses Member

Member Income; Former Employer Pays

Member Income; Outsourcing; Food And Beverage

Member Income; Outsourcing; Golf Shop

Member Income; Partnership Vs. Employer

Member Income; Spouse Of Member

Member Income; Volunteer Board Member Of Charity

Member Loans

Member Loans; Bankrupt Club; Bad Debt; Business Vs. Nonbusiness

Member Loans; Bankrupt Club; Forgiveness Of Debt Income To The Club

Member Vs. Nonmember

Member Vs. Nonmember; Charity Board Member

Member Vs. Nonmember; Decision Making; Checklist

Member Vs. Nonmember; Lunch/Dinner Stop For Tour Business

Membership Categories

Membership Categories

Membership Categories; Associate Members; Reduced Dues

Membership Categories; Benefits Not Comparable With Dues

Membership Categories; Commingling Required

Membership Categories; Different Dues; Different Rights

Membership Categories; Second Class Status

Membership Categories; Temporary Members

Membership Categories; Unlimited Number

Membership Deposits

Membership Deposits; Fee Deemed Nontaxable Loan
 Membership Deposits; Loans
 Membership Deposits; Refundable

Membership Fee

Membership Fee; Capital Contribution
 Membership Fee; Capital To Section 277 Club
 Membership Fee; Gross Income
 Membership Fee; Initial
 Membership Fee; Loan Vs. Income
 Membership Fee; Taxable To Section 277 Club

Membership Redemption

Membership Redemption; Gain Reportable By Member
 Membership Redemption; Gain To Members
 Membership Redemption; Initiation Fee Included In Basis
 Membership Redemption; Loss Not Deducted By Member
 Membership Redemption; Ordinary Income To Club
 Membership Redemption; Taxable Gain

Membership Restriction

Membership Restriction; Housing Development

Military Differential Pay

Military Differential Pay

Mill River Plan

Mill River Plan; Pro Shop Arrangement

Minimum Wage

Minimum Wage; Tip Credit

Net Operating Loss Disallowed; 501(c)(7)

Net Operating Loss Disallowed; 501(c)(7); No Profit Motive
 Net Operating Loss Disallowed; 501(c)(7); No Profit Motive; F&B Losses Vs. Golf Tournament Profits
 Net Operating Loss Disallowed; 501(c)(7); No Profit Motive; Losantiville Country Club
 Net Operating Loss Disallowed; 501(c)(7); No Profit Motive; IRS Cites Law

Nonmember (NM) Gross Receipts Defined

NM Gross Receipts Defined

Nonmember Income (NMI)

NMI; 15% / 35% Limitations
 NMI; 2019 IRS Letter To Clubs; 15% Limitation
 NMI; Accommodations To Disabled Golfers
 NMI; ADA; Single Rider Golf Cart; Complaint

NMI; ADA; Single Rider Golf Cart Requirement
 NMI; ADA Compliance
 NMI; ADA Issues
 NMI; Amateur Event; Separate 501(c)(4) Created
 NMI; Dance Open To Public
 NMI; EEOC; Tax Related Questions
 NMI; Form 990 Reporting Required
 NMI; Gasoline Sales; Yacht Club
 NMI; Gratuitous Payments
 NMI; Gratuitous Reimbursement
 NMI; Guests Defined
 NMI; Guest Pays
 NMI; IRS; Reading Form 990
 NMI; Its Effects; Checklist
 NMI; Limitation Computation
 NMI; List
 NMI; Loss of 501(c)(7) Tax Status Real
 NMI; One-Time Event
 NMI; Outside Groups Using Club
 NMI; Privacy Issues
 NMI; Public Accommodation; Single Rider Golf Cart Requirement?
 NMI; Reciprocal Arrangements
 NMI; Recordkeeping Failure
 NMI; Reimbursement Of Expenses
 NMI; Reimbursements; Contra Expenses
 NMI; Single Rider Golf Cars
 NMI; Social Member; No Club Process
 NMI; Solicitations; Advertising; Sponsorship; Raffles
 NMI; Temporary Use Of Golf Facilities

Nonmember Income (NMI); 501(c)(7); Multiple Trade Or Business (MTB)

NMI; (c)(7); MTB; 2-Digit Analysis; Applicable To Clubs
 NMI; (c)(7); MTB; 2-Digit Analysis; Labor Costs
 NMI; (c)(7); MTB; 2-Digit; (71) Not Enough
 NMI; (c)(7); MTB; 2-Digit; Change?
 NMI; (c)(7); MTB; 2-Digit; Club Possibilities
 NMI; (c)(7); MTB; 2-Digit; Function?
 NMI; (c)(7); MTB; 2-Digit; NAICS; Must Use
 NMI; (c)(7); MTB; 2-Digit; Nonrecurring Events
 NMI; (c)(7); MTB; 2-Digit; Transition
 NMI; (c)(7); MTB; 2-Digit; USFRC
 NMI; (c)(7); MTB; 2-Digit; (71); Green Fees Only
 NMI; (c)(7); MTB; 990-T; Charitable Contribution
 NMI; (c)(7); MTB; 990-T; Investment And Preparation Fees
 NMI; (c)(7); MTB; 990-T; Investments; 2-Digit Code
 NMI; (c)(7); MTB; 990-T; Loss Carryovers; If Profit Motive Shown
 NMI; (c)(7); MTB; 990-T; Loss Carryovers; Lack Of Profit Motive

NMI; (c)(7); MTB; 990-T; Loss Carryovers; Lack Of Profit Motive; Rev. Rul. 81-69
 NMI; (c)(7); MTB; 990-T; No De Minimis Exception
 NMI; (c)(7); MTB; 990-T; No Waiver Of Penalties
 NMI; (c)(7); MTB; 990-T; NOL's; If Profit Motive Shown
 NMI; (c)(7); MTB; 990-T; Preparation Fee; Allocation Required
 NMI; (c)(7); MTB; 990-T; Set Aside Of Investment Income Still Works
 NMI; (c)(7); MTB; 990-T; Tax Rate
 NMI; (c)(7); MTB; Effective Date
 NMI; (c)(7); MTB; Expenses; Directly Connected; Allocation
 NMI; (c)(7); MTB; Expenses; Unadjusted Gross-To-Gross; Unreasonable
 NMI; (c)(7); MTB; Investments; Separate
 NMI; (c)(7); MTB; Partnerships; Nontraditional
 NMI; (c)(7); MTB; Separate Silos Now Required
 NMI; (c)(7); MTB; UBTI; Final Regulations
 NMI; (c)(7); MTB; UBTI; Proposed Regulations

**Nonmember Income (NMI);
Rev Proc 71-17**

NMI; Rev Proc 71-17
 NMI; Rev Proc 71-17; Checklist; 501(c)(7)
 NMI; Rev Proc 71-17; Enduring Relevance
 NMI; Rev Proc 71-17; Questionnaire
 NMI; Rev Proc 71-17; Replaced Rev Proc 64-36; Changed Definition; "General Public"
 NMI; Rev Proc 71-17; Replaced Rev Proc 64-36; Changed Definition; "Member-Sponsorship"
 NMI; Rev Proc 71-17; Replaced Rev Proc 64-36; Changed Definition; "Outside Groups"
 NMI; Rev Proc 71-17; Required By All Private Member Owned Club
 NMI; Rev Proc 71-17; Suggested Questionnaire

Nonmember (NM) Losses

NM Losses; 277 Offset Of Member Income
 NM Losses; Carryforward; After Loss Of 501(c)(7)
 NM Losses; If Used To Offset Investment Income; Penalty
 NM Losses; IRS Questions of 501(c)(7)'s
 NM Losses; No Offset To Investment Income
 NM Losses; No Profit Motive; 501(c)(7)
 NM Losses; NOL's; 501(c)(7); No Profit Motive
 NM Losses; NOL's; Carry Into 501(c)(7)
 NM Losses; NOL's; Status Of 501(c)(7) Lost
 NM Losses; Profit Motivated Rent
 NM Losses; Single Activity Argument

Nonmember (NM) Questionnaire

NM Questionnaire
 NM Questionnaire; E-Mail Usage
 NM Questionnaire; Required On Holidays?

NM Questionnaire; Transmittal Letter

Nonmember (NM) Sponsor Requirement

NM Sponsor Requirement

Nontraditional Business Activities (NT)

NT; 277 Taxable Club
 Nontraditional Business Activities; 501(c)(7)'s
 NT; 501(c)(7)'s; \$100,000; Where Did This Number Originate?
 NT; 501(c)(7)'s; 5% Calculation; Excluding Dues?
 NT; 501(c)(7)'s; 5% Limitation
 NT; 501(c)(7)'s; 5%; Where Did This Misconception Originate?
 NT; 501(c)(7)'s; But Members Love This
 NT; 501(c)(7)'s; Cases Of Wine
 NT; 501(c)(7)'s; Checklist
 NT; 501(c)(7)'s; Congressionally-Mandated
 NT; 501(c)(7)'s; Coronavirus Pandemic Exception
 NT; 501(c)(7)'s; Coronavirus Pandemic Exception; Member Food-To-Go
 NT; 501(c)(7)'s; De Minimis; Defined
 NT; 501(c)(7)'s; Electricity Sales; EV Charging Stations
 NT; 501(c)(7)'s; Gasoline Sales To Members
 NT; 501(c)(7)'s; Gasoline Sales To Members; Yacht Club; Loss Of 501(c)(7)
 NT; 501(c)(7)'s; IRS Focus?
 NT; 501(c)(7)'s; Just Quit
 NT; 501(c)(7)'s; Leasing Of Lots
 NT; 501(c)(7)'s; Must Reclassify Member Gross Receipts To Nonmember
 NT; 501(c)(7)'s; Partnerships
 NT; 501(c)(7)'s; Percentages Allowed?
 NT; 501(c)(7)'s; Propane Gas Sales To Members
 NT; 501(c)(7)'s; Reclassify To Nonmember Related
 NT; 501(c)(7)'s; Revenue Ruling 58-589
 NT; 501(c)(7)'s; RV Storage To Members
 NT; 501(c)(7)'s; Wine And Liquor Sales To Members

Organizational Documents

Organizational Documents

Outsourcing

Outsourcing; Rent Income; % Member Related

Parties Of More Than 8 Form

Parties Of More Than 8 Forms

Partnerships

Partnerships; Nontraditional Activities

Patron Of The Arts

Patron Of The Arts

Payroll Taxes

Payroll Taxes; Unpaid; Responsibility?

Political & Lobbying Activities

Political & Lobbying Activities; 501(c)(7)'s PAC
Political & Lobbying Activities; Loss of 501(c)(7)
Status?

Political & Lobbying Activities; Participation
Allowed?

Prepaid Dues

Prepaid Dues; An Alternative Method
Prepaid Dues; Change In Accounting Method
Prepaid Dues; Election
Prepaid Dues; Late Election

Privacy

Privacy; Checklist; 501(c)(7)
Privacy; Club's Rights Under State Law
Privacy; Men's Only Grill; Public Accommodations
Deemed
Privacy; Tax Issues That May Affect A Challenge
Privacy; When Is A Private Club Not A Private Club

POA

P O A; 501(c)(4); Beach Club Operation
P O A; 501(c)(4); Does It Qualify
P O A; 501(c)(4); Does It Qualify; Maintaining
Exterior Walls And Roofs
P O A; 501(c)(4); Does It Qualify; Preserves
Appearance Of Development
P O A; 501(c)(4); Gated Communities
P O A; 501(c)(4); Private Refuge; Flat Top Lake
Association
P O A; 501(c)(7) Club A Member Of POA
P O A; Acquiring 501(c)(7) Club In A 368 Merger
P O A; Assessments For Capital Expenditures
P O A; Electing To Defer Or Refund Excess
Amounts
P O A; Member Activity In Sub Deemed
Nonmember
P O A; Membership In A 501(c)(7) Club
P O A; Membership Payment To Club

Property Tax

Property Tax; Valuation Approach; Golf Club

Qualified Plan

Qualified Plan; Asset Reversion On Termination

Rebates To Golf Pro's

Rebates To Golf Pro's; "Golf Retirement Plus"

Reciprocal Arrangements

Reciprocal Arrangements

Reciprocal Arrangements; Expands Tax Issues At
Club

Reciprocal Arrangements; IRS Position Unchanged
Reciprocal Arrangements; Limitations On Expenses

Record Retention Schedule

Record Retention Schedule

Recording Of Income

Recording Of Income; Tax Purposes; Checklist;
501(c)(7)

Reduced Dues And Fees

Reduced Dues And Fees

Rent Income

Rent Income
Rent Income; 501(c)(7); Antenna
Rent Income; 501(c)(7); IRS Analysis
Rent Income; From Concessionaire
Rent Income; Part Of 15/35% Nonmember
Limitation
Rent Income; Room Rentals; 277 Club
Rent Income; Room Rentals; 501(c)(7)
Rent Income; Site Fee; Not Trade Or Business

Reorganization

Reorganization; Continuity Of Interest

Retirement Planning

Retirement Planning; 3 Years Of Retirement Catch-
Up
Retirement Planning; 457 Limits After Year 2001
Retirement Planning; Repeal Of Coordination Rules

Retirement Plans

Retirement Plans; 401(k)
Retirement Plans; Golf Retirement Plus

Retirement Promise To Pay

Retirement Promise To Pay

Retroactive 501(c)(7) Exemption

Retroactive 501(c)(7) Exemption
Retroactive 501(c)(7) Exemption; Avoiding 337 Tax

S Corporation Equity Certificates

S Corporation Equity Certificates Nontaxable

SEC Registration

SEC Registration; Club Membership

Section 277

Section 277; Accumulated Earnings Tax
Section 277; Coronavirus Protection Program;
Expense Disallowance

Section 277; Correcting Carryforwards; From NOL To Net Membership Losses
 Section 277; Election To Defer Or Refund Excess Amounts
 Section 277; Golf Clubs Subject To?
 Section 277; Ignoring Limits
 Section 277; NOL Carryback
 Section 277; NOL Carryforward
 Section 277; Of The Code Explained
 Section 277; Offset Member Losses Against Nonmember Income
 Section 277; Offset Nonmember Losses Against Investment Income
 Section 277; Offset Nonmember Losses Against Member Income
 Section 277; Rev. Proc. 71-17; Questionnaire
 Section 277; Rev. Proc. 71-17 May Apply

Section 501(c)(4)

Section 501(c)(4); IRS 2003 EO CPA Text; Alternatives
 Section 501(c)(4); Rifle & Pistol Target Range
 Section 501(c)(4); When Useful

Scholarship Programs

Scholarship Programs, Club Created
 Scholarship Programs; Definition; Disqualified Person
 Scholarship Programs; Definition; Functionally Related Business
 Scholarship Programs; Definition; Grant
 Scholarship Programs; Definition; Program- Related Investments
 Scholarship Programs; Definition; Renewal Of Grants
 Scholarship Programs; Procedure; Advance Approval Of Grant-Making
 Scholarship Programs; Procedure; Form 8940; Request For Miscellaneous Determination
 Scholarship Programs; Procedure; Individual Grant Requirements
 Scholarship Programs; Procedure; Selection Of Grantees; "Objective And Nondiscriminatory Basis"
 Scholarship Programs; Procedure; Supervision Of Grants

Serving Member's Needs

Serving Member's Needs; Nontraditional Income

Single Rider Golf Carts

Single Rider Golf Carts; Disabled Access Credit

Social Security

Social Security; Verify Numbers

State Nonprofit Corporation

State Nonprofit Corporation; Change To

State Sales Tax

State Sales Tax; Capitalize
 State Sales Tax; Out Of State; South Dakota Vs. Wayfair

Subsidiary

Subsidiary; Can 501(c)(7) Form One?
 Subsidiary; Considered Activities Of 501(c)(7) Parent
 Subsidiary; IRS Cannot Pierce Sub Under Section 277
 Subsidiary; Leasing Space To The Public
 Subsidiary; Moline Properties, Inc.; IRS Cannot Pierce Subsidiary

Summer Memberships

Summer Memberships; UBIT

Tax Issues Found In Operations

Tax Issues Found In Operations; Checklist; 501(c)(7)

Tax Resolutions

Tax Resolutions; Checklist

Tennis Professional

Tennis Professional; Employee Based Upon Facts

Termination Defined Benefit Plan

Termination Defined Benefit Plan; UBIT

Termination Of 501(c)(7)

Termination Of 501(c)(7); How Made?
 Termination Of 501(c)(7); Not Automatic

Time Clocks

Time Clocks; Clocking In Early Or Late

Tipped Vs. Service Charge

See Chapter 3
 Tipped Vs. Service Charge Employee

Tournament Hosting

Tournament Hosting; Loss Of 501(c)(7) Status
 Tournament Hosting; Not Trade Or Business

Turnover

Turnover; Asset Allocation
 Turnover; Cash For Repairs
 Turnover; Greens And Tee Costs
 Turnover; How Are Club Assets Acquired?
 Turnover; Net Operating Loss Carryover
 Turnover; Purchase Of Assets
 Turnover; Relinquish Documents

Turnover; Renegotiate Contracts
 Turnover; Stock Purchase
 Turnover; Titled Property

UBIT

UBIT; Capital Gain Tax Rates
 UBIT; Unrelated Business Income Tax

Uniforms

Uniforms
 Uniforms; Club Provided; De Minimis Fringe Benefit
 Uniforms; Even Ralph Lauren Polo's Not Uniforms

Valuation

Valuation; Ad Valorem Taxation
 Valuation; Conservation Easement/501(c)(7)
 Application

Veterans

Veterans; Hiring Tax Credit

Voluntary Gratuities

Voluntary Gratuities; Wage & Hour

Water Conservation

Water Conservation; Form 1099-G; Los Angeles
 Water Conservation; Payments Taxable?

Web Site

Web Site; Checklist; 501(c)(7)
 Web Site; Development
 Web Site; IRS May Visit

Working For Privileges

Working For Privileges

Yacht Club

Yacht Club; Dances Open To Public
 Yacht Club; Gasoline Sales
 Yacht Club; Gasoline Sales; Nontraditional Income
 Yacht Club; Sale/Lease Of Slips To Members;
 Member Related Income

Year End

Year End; 52-53 Week
 Year End; Reporting Requirement; Checklist

CHAPTER 3:

Tipped Vs. Service Charge Employee

Form 4070

Form 4070; Club's Responsibility
 Form 4070; Employee's Report Of Tips To Employer
 Form 4070; Zero Amount Submitted
 Form 4070 & Form 4070A Explained; Publication

531

Form 4070A

Form 4070A; Employee's Daily Record Of Tips
 Form 4070A; Substitute Employee's Daily Record
 Of Tips

Form 4137

Form 4137; Employee's Failure To Report Tips To
 Club

Form 8027

Form 8027; Is It Required?

Service Charge

Service Charge; Change Wording To Club Charge
 Service Charge; Disclosure Of Policy
 Service Charge Employee; California Court Ruling;
 May Qualify As Gratuities
 Service Charge Employee; Overtime
 Service Charge Employee; Overtime; Average Salary
 Including Service Charge
 Service Charge Employee; Overtime; Commission
 Exemption For Servers
 Service Charge Employee; Overtime; Commission
 Sales Exemption
 Service Charge Employee; The Harvard Club Of
 Boston \$4M Settlement

Tip Credits

Tip Credits; Defined
 Tip Credits; FLSA; 20% Of Time Performing Non-
 Tipped Work Test
 Tip Credits; Notice To Tipped Employees Required
 Tip Credits; Which Employees Qualify

Tipped Employee

Tipped Employee; Dual-Capacity Employees;
 Overtime
 Tipped Employee; Employee Requirement
 Tipped Employee; Employer Requirement
 Tipped Employee; FLSA; How It Applies
 Tipped Employee; IRS Disclosure; Form 4137
 Tipped Employee; Minimum Wage By State
 Tipped Employee; Overtime
 Tipped Employee; Overtime Calculated
 Tipped Employee; Proposed Revenue Procedure;
 Excludes Golf Outside Services?
 Tipped Employee; Tip Pooling
 Tipped Employee; Tip Sharing
 Tipped Employee; Tips Are Taxable

Tipping Policy

Tipping Policy; Bag Staff; Checklist
 Tipping Policy; Voluntary Gratuity Vs. Mandatory
 Service Charge; Wage & Hour; Checklist

Tips

Tips; 1995 Tax Guidance
 Tips; 2012 Tax Guidance
 Tips; Banquet Facilities
 Tips; Non-Tipping Club; Percentage Automatically Applied
 Tips; Withholding Required

Tips Vs. Service Charge

Tips Vs. Service Charge; FICA Explained
 Tips Vs. Service Charge; FICA, FUTA, Federal Tax Withholding
 Tips Vs. Service Charge; How To Report
 Tips Vs. Service Charge; IRS Date Effective 1-1-14
 Tips Vs. Service Charge; IRS Directions To Agents

Wage & Hour

Wage & Hour; Tips Vs. Voluntary Gratuity

**CHAPTER 3a:
Overtime and Wage & Hour**

Wage & Hour; Exemption; Golf/Tennis Pro; Executive?
 Wage & Hour; Exemption; Golf/Tennis Pro; Learned Professional?
 Wage & Hour; Exemption Salary Levels
 Wage & Hour; Hours Worked; Golf/Tennis Pro
 Wage & Hour; Lesson Income; Golf/Tennis Pro
 Wage & Hour; Lesson Income' Golf/Tennis Pro; "On Own Time?"
 Wage & Hour; PGA Of America Manual

**CHAPTER 4:
501(c)(7); Deferred Compensation; 457
&
Other Club Fringe Benefits**

501(c)(7); Deferred Comp; 457

501(c)(7); Deferred Comp; 457; 21% Excise Tax; Over \$1 Million In W-2 Wages
 501(c)(7); Deferred Comp; 457; Death Benefit; Form 1099-R
 501(c)(7); Deferred Comp; 457; Death Benefit; Income Tax Withholding
 501(c)(7); Deferred Comp; 457; Differences; (b) Vs. (f)
 501(c)(7); Deferred Comp; 457; DOL; Penalty; Failure To File
 501(c)(7); Deferred Comp; 457; DOL; Plan Statement Filing
 501(c)(7); Deferred Comp; 457; F/S Footnote Disclosure
 501(c)(7); Deferred Comp; 457; F/S GAAP Presentation

501(c)(7); Deferred Com; 457; Funding; Can Not Be Funded; Defined
 501(c)(7); Deferred Comp; 457; Funding; Must Be Unfunded; Defined
 501(c)(7); Deferred Comp; 457; In Tandem; (b) & (f)
 501(c)(7); Deferred Comp; 457; Investment Gains
 501(c)(7); Deferred Comp; 457; Investment Income
 501(c)(7); Deferred Comp; 457; Investment Income; Taxable To Club; From Revocable Trust
 501(c)(7); Deferred Comp; 457; Investment Income; Upon Payout
 501(c)(7); Deferred Comp; 457; Investment Income; Where Should Tax Dollars Come From?
 501(c)(7); Deferred Comp; 457; IRS; 1997 EO CPE Text
 501(c)(7); Deferred Comp; 457; IRS; Manual Exam Guidelines
 501(c)(7); Deferred Comp; 457; Rabbi Trust
 501(c)(7); Deferred Comp; 457; Schedule J; Form 990
 501(c)(7); Deferred Comp; 457; W-2 Reporting
 501(c)(7); Deferred Comp; 457; Who May Participate?

501(c)(7) Deferred Comp 457(b)

501(c)(7); Deferred Comp; 457(b) Club Vs. Government Plans
 501(c)(7); Deferred Comp; 457(b); Contribution Catch-Ups
 501(c)(7); Deferred Comp; 457(b); Contribution Limits
 501(c)(7); Deferred Comp; 457(b); Contribution Limits; Combined Club & Employee
 501(c)(7); Deferred Comp; 457(b); FICA (Social Security and Medicare) Tax Reporting
 501(c)(7); Deferred Comp; 457(b); FICA (Social Security and Medicare) Tax Reporting; Employer Contribution
 501(c)(7); Deferred Comp; 457(b); Income Tax Withholding
 501(c)(7); Deferred Comp; 457(b); Loans; Not Allowed
 501(c)(7); Deferred Comp; 457(b); Plus 401(k) Contributions
 501(c)(7); Deferred Comp; 457(b); RMD (Required Minimum Distributions)
 501(c)(7); Deferred Comp; 457(b); Rollovers Limited
 501(c)(7); Deferred Comp; 457(b); Sample Plan Document
 501(c)(7); Deferred Comp; 457(b); Transfers
 501(c)(7); Deferred Comp; 457(b); Unforeseeable Emergency

501(c)(7) Deferred Comp 457(f)

501(c)(7); Deferred Comp; 457(f); Applies?
 501(c)(7); Deferred Comp; 457(f); Drafting Checklist

501(c)(7); Deferred Comp; 457(f); FICA (Social Security and Medicare) Tax Reporting
501(c)(7); Deferred Comp; 457(f); Income Tax Withholding
501(c)(7); Deferred Comp; 457(f); Sample Plan Document
501(c)(7); Deferred Comp; 457(f); Substantial Risk Of Forfeiture

Other Club Fringe Benefits

(A)
Fringe Benefit; Accountable Plans
Fringe Benefit; Awards & Prizes

(C)
Fringe Benefit; Cell Phones

(D)
Fringe Benefit; De Minimis
Fringe Benefit; Defined

(E)
Fringe Benefit; Educational Reimbursements & Allowances
Fringe Benefit; Employee-Owned Vehicle
Fringe Benefit; Equipment Allowances

(F)
Fringe Benefit; Form W-2 Reporting

(H)
Fringe Benefit; Health & Medical

(I)
Fringe Benefit; Independent Contractors

(M)
Fringe Benefit; Meals & Lodging
Fringe Benefit; Moving Expenses

(N)
Fringe Benefit; No-Additional-Cost Services
Fringe Benefit; Non-Accountable Plans

(O)
Fringe Benefit; Other Types Of Compensation

(P)
Fringe Benefit; Professional Licenses & Dues

(Q)
Fringe Benefit; Qualified Employee Discounts
Fringe Benefit; Qualified Transportation

(R)
Fringe Benefit; Reporting Requirements

(T)
Fringe Benefit; Travel Advances
Fringe Benefit; Travel & Transportation Expenses

(V)
Fringe Benefit; Volunteers

(W)
Fringe Benefit; Working Condition

**CHAPTER 5:
Policy Statements And Glossary**

(C)
Code Of Ethics For Board Members Policy
Compensation Process Policy
Conflict-Of-Interest Policy
Contemporaneous Documentation Policy

(D)
Document Retention And Destruction Policy

(F)
Financial Investment Policy
Financial Statement Disclosure Policy
Form 990 Disclosure Policy
Form 1024 Disclosure Policy

(G)
Governing Documents Disclosure Policy

(J)
Joint Venture Policy

(P)
Providing Form 990 To Governing Body Policy

(R)
Red Flag Rule Policy

(S)
Safeguard 501(c)(7) Status Policy
Service Animal Policy; Dogs Only

(V)
Vendor Gift Policy

(W)
Whistleblower Policy
Whistleblower Policy; Whistleblower Hotline

Glossary Of Terms

**CHAPTER 6:
501(c)(7) Club Marketing Q & A's**

Advertising

Advertising; Bartering; Radio Spots
 Advertising; Bartering; Services
 Advertising; Bridal Show; Ad
 Advertising; Bridal Show; Hosting
 Advertising; Bridal Show; Trade Show Booth
 Advertising; For New Members; Legal Perspective
 Advertising; For New Members; Privacy Answer
 Advertising; For New Members; Realistic Answer
 Advertising; For New Members; Tax Answer
 Advertising; For Nonmembers; Privacy Answer
 Advertising; For Nonmembers; Realistic Answer
 Advertising; For Nonmembers; Tax Answer

Credit Cards

Credit Cards; IRS Position
 Credit Cards; IRS Position; Member's Use At Club
 Credit Cards; IRS Position; Nonmember's Use At Club
 Credit Cards; Member's Use At Club; Business Card
 Credit Cards; Member's Use At Club; Business Card; Privacy
 Credit Cards; Member's Use At Club; Business Decision
 Credit Cards; Member's Use At Club; Frequent User Miles
 Credit Cards; Member's Use At Club; Member Income
 Credit Cards; Nonmember's Use At Club; Business Decision
 Credit Cards; Nonmember's Use At Club; Nonmember Income
 Credit Cards; Nonmember's Use At Club; Public Accommodation
 Credit Cards; Privacy Position

E-mail

E-mail

Facebook

Facebook

Form 1099

Form 1099; Existing Member
 Form 1099; New Member
 Form 1099-DIV; Equity Member
 Form 1099-DIV; New Member
 Form 1099-DIV; Non-Equity Member

Founder Members

Founder Members

Free

Free; Documented Golf; For Board Members
 Free; Documented Meal; For Board Members
 Free; Dues; Current Board Member
 Free; Dues; Current Board President
 Free; Dues; Past Board Member
 Free; Golf; For Prospects
 Free; Golf; For Prospects; And Sponsoring Member
 Free; Meal; For Prospects
 Free; Meal; For Prospects; And Sponsoring Member
 Free; Membership Given To Charity Auction
 Free; Undocumented Golf; For Board Members
 Free; Undocumented Meals; For Board Members

Installment Payments

Installment Payments; New Members

Lifetime Members

Lifetime Members

Member Credits

Member Credits; Sponsoring Of A New Member; Beverage
 Member Credits; Sponsoring Of A New Member; Clubhouse
 Member Credits; Sponsoring Of A New Member; Dining Room
 Member Credits; Sponsoring Of A New Member; Dues
 Member Credits; Sponsoring Of A New Member; Food
 Member Credits; Sponsoring Of A New Member; Golf Department
 Member Credits; Sponsoring Of A New Member; Spa

Membership Director

Membership Director; Use Of Club Facilities; Marketing

Memberships

Memberships; Annual
 Memberships; Annual Rental
 Memberships; Corporate
 Memberships; Corporate Sponsored
 Memberships; Daily
 Memberships; Junior
 Memberships; Legacy
 Memberships; Monthly
 Memberships; Property Owners Association
 Memberships; Senior
 Memberships; Six-Month
 Memberships; Social
 Memberships; Sport
 Memberships; Summer
 Memberships; Temporary

Memberships; Temporary Rental Memberships; Trial Memberships; Weekly Memberships; Young Executives

New Equity Member

New Equity Member Credits; Beverage
New Equity Member Credits; Dues
New Equity Member Credits; Food
New Equity Member Credits; Golf
New Equity Member Credits; Tennis

New Non-Equity Member Credits

New Non-Equity Member Credits; Beverage
New Non-Equity Member Credits; Dues
New Non-Equity Member Credits; Food
New Non-Equity Member Credits; Golf
New Non-Equity Member Credits; Tennis

Newsletters

Newsletters; Solicitation; Ad Space; Member
Newsletters; Solicitation; Ad Space; Nonmember
Newsletters; Solicitation; Nonmember Banquets
Newsletters; Solicitation; Nonmember Participation
Newsletters; Solicitation; Nontraditional Activity;
 Baked Goods
Newsletters; Solicitation; Nontraditional Activity;
 Catering At Member's Home
Newsletters; Solicitation; Nontraditional Activity;
 Flowers
Newsletters; Solicitation; Nontraditional Activity;
 Food-To-Go
Newsletters; Solicitation; Nontraditional Activity;
 Holiday Ham Dinners
Newsletters; Solicitation; Nontraditional Activity;
 Pizza Delivery
Newsletters; Solicitation; Nontraditional Activity;
 Thanksgiving Dinners
Newsletters; Solicitation; Nontraditional Activity;
 Wine Club Sales
Newsletters; Solicitation; Wedding Capital Of The
 World

Nonmember

Nonmember; Charitable Event
Nonmember; Conference
Nonmember; Golf Outing
Nonmember; Swimming Event
Nonmember; Tennis Event
Nonmember; Wedding
Nonmember; Yachting Event

Reciprocal Arrangements

Reciprocal Arrangements; Formal
Reciprocal Arrangements; Informal
Reciprocal Arrangements; Informal; Pro To Pro
Reciprocal Arrangements; Internet Based

Twitter

Twitter

Website

Website; Solicitation; Nonmember Participation
Website; Solicitation; Nontraditional Activity
Participation

CHAPTER 7

Articles On Club Tax Issues

(401(k))

401(k)'s And Retirement Planning

(457)

457 Deferred Compensation Plans And 501(c)(7)'s
Problems

(501(c)(7))

501(c)(7) Clubs Advertising For New Members
501(c)(7) Clubs Obtain New Revenue Ruling
501(c)(7) Loss Of Tax Exemption Real!
501(c)(7) Tax-Exempt Club's Nontraditional
 Activities
501(c)(7)'s – What Marketing Can We Do?

(A)

Are Clubs Overlooking A Technology Advance For
Club Reciprocals?

(C)

Cash Tips; Should You Disclose?
Club Taxation: Developer – Initiated Tax Issues

(D)

Determining Tax Status Of Caddies
Does A Section 457 Plan Work With 501(c)(7)'s

(F)

FIN 48: The Death of 501(c)(7) Tax-Exempt Clubs?
Final 337 Regulations Bad News For Clubs Wanting
To Be 501(c)(7)

(G)

Golf / Tennis Pro – Employee Status
Great Ideas That Don't Work; A 501(c)(7)
 "Nontraditional" Primer

(I)

Identifying And Recording Nonmember Income
In Exchange: Reciprocal Arrangements Between
 501(c)(7) Clubs
Insurance Against Loss Of Initiation Fees

(M)

Marketing Incentives – What Tax Cost?

(N)
Nonmember Income & Its Effects

(R)
Renovation Dollars And Sense: Understanding The Tax Implications Of A Club Renovation Resale Of Memberships Under Section 277; IRS Position
Resources For The Club Treasurer

(S)
Section 277 And AMT
Should Clubs Consider Corporate Memberships?

(T)
Tangible Personal Property Tax
The Internet and 501(c)(7) Clubs

(U)
Under Contract: Employee Or Independent Contractor?

(V)
View Easements; An Unused Club Asset?

(W)
What, Me Worry About Taxes?

CHAPTER 8

Section 6417 Energy Tax Credits And Deductions 501(c)(7) Tax-Exempt & 277 Taxable Clubs

Proposed Regulations Issued under Section 6417 Elective Pay Election for Clean Energy Tax Credits

Credits; 6417; Applicable Property

- Cr; 6417; (0) Applicable List
- Cr; 6417; (1) Alternative Fuel Refueling; 30C
- Cr; 6417; (2) Renewable Electricity Production; 45
- Cr; 6417; (3) Carbon Oxide Sequestration; 45Q
- Cr; 6417; (4) Zero-Emission Nuclear Power Production; 45U
- Cr; 6417; (5) Clean Hydrogen Production; 45V
- Cr; 6417; (6) Qualified Commercial Vehicles; 45W
- Cr; 6417; (7) Advanced Manufacturing Production; 45X
- Cr; 6417; (8) Clean Electricity Production; 45Y
- Cr; 6417; (9) Clean Fuel Production; 45Z
- Cr; 6417; (10) Energy; 48
- Cr; 6417; (11) Qualifying Advanced Energy Project; 48C
- Cr; 6417; (12) Clean Electricity; 48E

Credits; 6417; 501(c)(7); Designers; Allocate 179D Deduction

- Cr; 6417; (c)(7); Designers; Allocate 179D Deduction
- Cr; 6417; (c)(7); Designers; Allocate 179D Deduction; Current Vs. Prior Year Comparison

Credits; 6417; 501(c)(7); General Discussion

- Cr; 6417; (c)(7); GD; Applicable Entity
- Cr; 6417; (c)(7); GD; Background
- Cr; 6417; (c)(7); GD; Due Dates
- Cr; 6417; (c)(7); GD; Elective Payment Election
- Cr; 6417; (c)(7); GD; Excessive Payments
- Cr; 6417; (c)(7); GD; RSM Article
- Cr; 6417; (c)(7); GD; Transfer Credits; No

Credits; 6417; 501(c)(7); Elective Pay

- Cr; 6417; (c)(7); Elect Pay; Applicable Credits
- Cr; 6417; (c)(7); Elect Pay; Election; How To Make
- Cr; 6417; (c)(7); Elect Pay; Election; Revocable
- Cr; 6417; (c)(7); Elect Pay; Election; Steps
- Cr; 6417; (c)(7); Elect Pay; Election; What Is Effect
- Cr; 6417; (c)(7); Elect Pay; Election; When Eligible
- Cr; 6417; (c)(7); Elect Pay; Election; When Payment Received
- Cr; 6417; (c)(7); Elect Pay; Election; When To Make
- Cr; 6417; (c)(7); Elect Pay; Election; Year Applies

Credits; 6417; 501(c)(7); Elective Pay; Pre-Filing Registration

- Cr; 6417; (c)(7); Elect Pay; Pre-Filing Reg.; Changing Mind
- Cr; 6417; (c)(7); Elect Pay; Pre-Filing Reg.; Guaranteed Credit
- Cr; 6417; (c)(7); Elect Pay; Pre-Filing Reg.; Member Vs. Nonmember Property
- Cr; 6417; (c)(7); Elect Pay; Pre-Filing Reg.; Multiple
- Cr; 6417; (c)(7); Elect Pay; Pre-Filing Reg.; Process
- Cr; 6417; (c)(7); Elect Pay; Pre-Filing Reg.; Results
- Cr; 6417; (c)(7); Elect Pay; Pre-Filing Reg.; When Launched

Credits; 6417; 277 Taxable Clubs; Transfer Credits

- Cr. 6417; 277 Clubs; Transfer Clean Vehicle Credits
- Cr; 6417; 277 Clubs; Transfer Credits; Election Statement
- Cr; 6417; 277 Clubs; Transfer Credits; General Discussion
- Cr; 6417; 277 Clubs; Transfer Credits; How To Elect
- Cr; 6417; 277 Clubs; Transfer Credits; How To Purchase
- Cr; 6417; 277 Clubs; Transfer Credits; Only Portion

Cr; 6417; 277 Clubs; Transfer Credits; Recapture
Notice
Cr; 6417; 277 Clubs; Transfer Credits;
Registration Number; Multiple Parties
Cr. 6417; 277 Clubs; Transfer Credits;
Registration Number; Return Filing Order
Cr; 6417; 277 Clubs; Transfer Credits; What Does
Not Qualify
Cr; 6417; 277 Clubs; Transfer Credits; What
Qualifies
Cr; 6417; 277 Clubs; Transfer Credits; Yes
Cr; 6417; 501(c)(7) Clubs; Transfer Credits; No

CHAPTER 9
New Club Treasurer Handbook

501(c)(7) New Club Treasurer Handbook
501(c)(7) IRS Issues Commonly Encountered; Is
Club Prepared?