



U. S. TREASURY DEPARTMENT
INTERNAL REVENUE SERVICE
WASHINGTON, D. C. 20224

100-10
42-0820315

IN REPLY REFER TO
Form M-3441
MAR 2 1967 T:EP:EO:IS-EPB

Iowa Association for Retarded Children
9th and Grand Avenue
247 Jewett Building
Des Moines, Iowa 50309

Gentlemen:

DATE OF ORIGINAL GROUP RULING April 26, 1963
PURPOSE Charitable and Educational
FORM 990-A REQUIRED <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO

We have concluded, on the basis of information presented, that the new subordinate units whose names you recently submitted are exempt from Federal income tax as organizations described in section 501(c)(3) of the Internal Revenue Code, because they are organized and operated exclusively for the purpose indicated above. This supplements the original ruling indicated. Any questions concerning taxes levied under other subtitles of the Code should be submitted to the appropriate District Director.

As long as your new subordinate units retain a tax exempt status, they are not required to file Federal income tax returns, unless they are subject to the unrelated business tax imposed by section 511 of the Code. These organizations are required to file Form 990-T, Exempt Organization Business Income Tax Return, in order to report unrelated business taxable income. This also applies to you and your pre-existing subordinate units. The box checked above shows whether your new subordinate units are required to file Form 990-A, Return Of Organization Exempt From Income Tax. If required, these returns must be filed with the appropriate District Director after the close of the annual accounting period of each subordinate unit, unless you include the subordinate units in a group return which you file.

Contributions made to your listed subordinate units are deductible by donors, as provided in section 170 of the Code. Bequests, legacies, devises, transfers or gifts to or for the use of the listed subordinate units are deductible for Federal estate and gift tax purposes, as provided in sections 2055, 2106, and 2522 of the Code.

You and your exempt subordinate units are not liable for the taxes imposed under the Federal Insurance Contributions Act (social security taxes) unless waiver of exemption certificates are, or have been, filed as provided in the Act. Inquiries about the waiver of exemption certificates should be addressed to your District Director. You and your exempt subordinate units are not liable for the tax imposed under the Federal Unemployment Tax Act.

We have incorporated into our records current information you sent us concerning any changes in the names, addresses, character, purposes or method of operation of pre-existing subordinate units or those which have ceased to exist. We are notifying the District Directors concerned of the changes made in your roster.

Next year, please send us the following items not later than 45 days after the close of your annual accounting period:

1. Published directories or lists showing the names and mailing addresses of any new subordinate units and the names and addresses of any units which have ceased to exist or have changed their names or addresses since you last submitted information. The names should be arranged in alphabetical or numerical order. Please send us one copy of each list or directory for our office and one copy for each of the districts in which your subordinate units are located.

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2. A statement signed by one of your principal officers showing:

a. Whether the information upon which your original group ruling was based is applicable in all respects to the new subordinate units.

b. Whether the Internal Revenue Service has issued an outstanding ruling or determination letter to any pre-existing or new subordinate unit holding that the unit does not qualify for exemption from Federal income tax. A list showing the names and mailing addresses of units to which such rulings or determination letters have been issued should be included in, or attached to, the statement.

3. A statement telling us if, at the close of your annual accounting period, there were no changes in your roster.

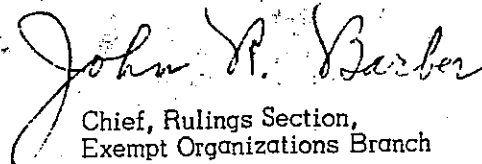
4. A statement of any changes in the character, purposes or method of operation of your organization or those of your subordinate units.

5. Duplicate copies not previously submitted of amendments to the charter or by-laws of your organization or those of any of your subordinate units.

Any new subordinate units that you charter must meet the organizational and operational test defined in section 1.501(c)(3)-1 of the Regulations. You will therefore be required to furnish on behalf of each new subordinate unit a copy of its uniform charter, or one copy of your uniform charter and an affidavit by one of your principal officers stating that each of your new subordinate units is organized and operated under that uniform charter. If none of your subordinate units adopts the uniform charter, or you do not issue a uniform charter, you must submit a copy of the corporate charter or constitution and bylaws for each new subordinate unit.

Please enter your Employer Identification Number in the designated space on all Federal returns filed and refer to it in all correspondence with the Internal Revenue Service.

Very truly yours,


Chief, Rulings Section,
Exempt Organizations Branch