

Clarification of possible tax implications of receiving funds from the Southeastern Swimming Club Relief Program

Those clubs which are 501(c)3 organizations should treat the receipt of Club Relief Program funds as a contribution. For organizations required to file Form 990 (generally gross receipts over \$200,000) Schedule I may need to be filed if total grants awarded exceed \$5,000. If Schedule I is required, the process for monitoring the use of grant funds must be described. Please consult your tax advisor for issues specifically related to your particular situation.

Those clubs who are not 501(c)3 organizations: You will be issued a 1099 Form at the end of 2020 if funds received are more than \$600, unless you submit receipts covering the totality of the amount received and clearly showing that the funds were spent on expenditures which support the tax-exempt purpose of Southeastern Swimming. Such expenses include, but may not be limited to operating expenses for the club, equipment purchases for the club or its swimmers, and pool rental fees. Please consult your tax advisor for issues specifically related to your particular situation. **A Receipt Submission Form must accompany the receipts.** The Receipt Submission Form can be found here: https://www.teamunify.com/szsslsc/_doc_/Receipt%20Form.pdf