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FINANCIAL FOCUS



Lane Gorman Trubitt, PLLC  
Accountants & Advisors

Your Accounting for a New Economy

## Filing Form 990 No Longer Requires Full Board Adoption of Governance Policies

When the IRS made public their instructions for Section B, Part IV of the 2010 Form 990 it sent shockwaves through the not-for-profit community. In essence, the instructions stated that organizations could only answer that part of the Form affirmatively if the organization's entire Board of Directors had adopted its governance policies. This presented a very real problem for many non-profits who delegate the adoption of those policies to a committee.

In response to concern over the instructions, the IRS issued an e-mail on June 24th stating that the instructions for that section of Form 990 would be changed and will allow for the adoption of governance policies by a committee. The email stated that the IRS would issue a new FAQ for tax years 2010 and beyond along with a revision to the 2011 Form 990.

If you have any questions as to how these changes affect your organization, do not hesitate to contact your trusted LGT advisor at 214.871.7500 or Neely Duncan, the Senior Manager of LGT's Not-for-Profit Niche at 214.461.1437 or by email at [nduncan@lgt-cpa.com](mailto:nduncan@lgt-cpa.com).