Is your organization equivalent to a United States public charity?

The Internet Society Foundation's bylaws and United States taxation classification require that it award funds to only those organizations that are equivalent to a United States public charity. This type of public charity is typically referred to as a “501(c)3” organization.

The Foundation has partnered with NGOsource to confirm all grantee organizations meet this qualification, something referred to as an “Equivalency Determination” or ED. You might be familiar with this requirement from partnering with other United States-based funders. If not, that is okay.

If you have a current ED certificate on file with NGOsource, the Foundation will download a copy and keep it on file with your organization’s record in our grants management system. If your ED must be renewed or you have never pursued an equivalency determination in the past, NGOsource will work directly with you to complete this step.

This process can take up to six (6) weeks to complete and is not guaranteed to be successful. Please keep this in mind as you consider applying to one of the Foundation’s programmes. This does not include funding from the Chapter/SIG Grant Programmes: Beyond the Net Small and Large grants.

Below is an overview of the documentation NGOsource may ask of your organization in order to determine if it is equivalent to a U.S. public charity.

All documents provided to NGOsource must be translated to English and can be anonymized by removing or covering personally identifiable information such as names, addresses, etc.

For full information on Equivalency Determination, visit https://www.ngosource.org.

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The organization must be organized exclusively for charitable purposes. It must:

- Be charitable
- Be religious
- Be scientific
- Be literary
- Be educational
- Prevent cruelty to animals or children
- Foster national or international amateur sports competition, and/or
- Test for public safety

Governing documents and self-declared information provided by the organization:

- The organization must certify that it is organized for charitable purposes, and/or that local law requires it to operate exclusively for charitable purposes.
- Governing documents must describe purposes and powers.
- Governing documents must prohibit the organization from engaging in noncharitable activities, except as an insubstantial part of its activities.
The organization must operate exclusively for charitable purposes.

In addition to the above, “charitable” operations broadly include operations that provide relief to the poor, the distressed, or the underprivileged; advance religion; advance education or science; erect or maintain public buildings, monuments, or works; lessen the burdens of government; lessen neighborhood tensions; eliminate prejudice and discrimination; defend human and civil rights that are secured by law; and combat community deterioration and juvenile delinquency.

The organization must show evidence that its assets will be used for charitable purposes in perpetuity.

Lobbying and politics
- The organization's activities cannot influence legislation ("lobby") more than an insubstantial amount.
- The organization cannot intervene in political campaigns for public office.

Private benefit
- The organization's activities cannot benefit private persons or noncharitable organizations.

Public support (if applicable)
- The organization should have at least 33 1/3 percent public support (at least one-third of its support must be from "public" sources).
- Public support is calculated over a five-year period.
- In some instances, if an organization has less than 33 1/3 percent public support but more than 10 percent, relevant facts and circumstances must establish that the organization operates similarly to a publicly supported charity.
- If the organization is less than five years old, it must submit financial information from its date of formation (including a short year). It must also project financial information for the remaining years in order to provide a total of five years for the analysis.

Governing documents and self-declared information that are provided by the organization:
- The organization must certify that it is primarily engaged in activities that are charitable — the NGOsource questionnaire asks for a description of the organization's activities.
- The organization's governing documents (and actual activities) must support the same.
- Ancillary documents such as annual reports, program brochures, or websites may also be reviewed.

- The organization must certify that on dissolution, its assets will be transferred for charitable purposes, AND
- The organization's governing documents or local law must support this.

- The organization must certify that it does not engage in substantial lobbying or intervene in elections, AND
- The organization's governing documents (and actual activities) must support the same.
- Ancillary documents such as annual reports, program brochures, or websites may also be reviewed.

- The organization must certify that its net assets do not benefit any private individuals or insiders, AND
- The organization's governing documents (and actual activities) or local law must support the same.

- Five fiscal years of financial information (does not need to be audited)
- Certain religious organizations, hospitals, medical research organizations, and educational institutions (universities or schools) qualify as public charities; they do not need to meet minimum public support requirements.