



Guidelines for Non-Qualifying Donees

Revenue Canada has changed its policy in the Income Tax Act regarding Non-Qualifying Donees. The Bulkley Valley Community Foundation can now approve grants to Non-Qualifying Donees, under certain circumstances. The Bulkley Valley Community Foundation will do a risk assessment on the Non-Qualifying Donee's application. If, after completing the risk assessment, the BVCF feels a Partnership Agreement is necessary we will contact the Non-Qualifying Donee.

The relationship between the registered charity and your organization needs to be an appropriate affiliation (for example, a registered charity that plants trees should not align itself with an organization that provides services for affordable housing).

The support should be in the form of a written agreement between the partnering boards of directors. An agreement template, the Registered Charity and Non-charity Partnership Agreement is provided by the BVCF and can be found at

<https://bvcf.ca/wp-content/uploads/2022/09/2023-Partnership-Agreement.pdf>

Notes:

- Your organization will provide reports to the registered charity partner if required.
- Your organization will report to the registered charity to ensure that the charity can show it controls the use of funds.

Information on establishing and running a charity in Canada can be found at <https://www.canada.ca/en/services/taxes/charities.html>