

SENATE, No. 185

STATE OF NEW JERSEY

PRE-FILED FOR INTRODUCTION IN THE 1996 SESSION

By Senator RICE

1 AN ACT concerning financial disclosure by certain nonprofit  
2 organizations.

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4 **BE IT ENACTED** *by the Senate and General Assembly of the State*  
5 *of New Jersey:*

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7 1. As used in this act:

8 "Financial disclosure form" means a form disclosing all  
9 compensation and benefits provided by a nonprofit organization to its  
10 officers, directors, trustees and employees, and which discloses the  
11 compensation and benefits individually provided to each officer,  
12 director, trustee and to each of the five highest paid employees of the  
13 nonprofit organization, other than the officers, directors or trustees.

14 "Nonprofit organization" means an organization determined by the  
15 federal Internal Revenue Service to be a tax exempt organization  
16 pursuant to section 501 (c)(3) or (4) of the Internal Revenue Code of  
17 1986, 26 U.S.C. §501(c) (3) and (4).

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19 2. a. Any nonprofit organization which receives federal, State or  
20 municipal funding from or through a county, municipality or State  
21 agency shall, at the close of the organization's fiscal year, file a  
22 financial disclosure form, or a copy of the most recent Internal  
23 Revenue Service Form 990 and Schedule A(990), if the organization  
24 filed these forms, with the clerk of the county or municipality, or with  
25 the State agency, from which or through which the nonprofit  
26 organization received such funding.

27 b. In addition to the financial information filed pursuant to  
28 subsection a. of this section, a nonprofit organization shall disclose:

29 (1) whether any of the officers, directors, trustees or employees of  
30 the nonprofit organization are related by blood, marriage or adoption  
31 to each other or to any officer, director, trustee or employee who  
32 receives compensation from an affiliated, parent or subsidiary  
33 nonprofit organization; and

34 (2) whether any of the officers, directors, trustees or employees of

1 the nonprofit organization are officers, directors, trustees or  
2 employees of an affiliated, parent or subsidiary nonprofit organization.

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4 3. This act shall take effect immediately.

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9 Requires tax exempt nonprofit organizations to disclose compensation  
10 provided to officers, directors, trustees and employees.