



IRS Form 1023 Narrative (SGO for Public School Students)

This is the most critical part of the approval process.

NARRATIVE DESCRIPTION OF ACTIVITIES

[Organization Name] is a nonprofit organization formed to operate as a Scholarship Granting Organization (SGO) that provides financial assistance to eligible K–12 students.

PRIMARY ACTIVITY

The organization will receive donations from individuals and entities and distribute those funds as scholarships to qualified students for educational expenses such as tutoring, books, transportation, and other approved services.

ELIGIBLE STUDENTS

Students must:

- Be eligible to attend a public elementary or secondary school
- Come from households with income not exceeding 300% of area median income
- Meet additional academic or need-based criteria established by the organization

SCHOLARSHIP PROCESS

1. Applications are submitted via a standardized form
2. Applicants provide documentation of income and eligibility
3. Scholarships are evaluated using objective, nondiscriminatory criteria including:
 - Financial need
 - Academic readiness or educational need
4. Awards are determined by an independent Scholarship Selection Committee

SAFETY AND COMPLIANCE CONTROLS

- No donor may earmark funds for a specific student
- No scholarships are awarded to insiders, board members, or related parties
- All decisions are documented
- Funds are paid directly to approved vendors or educational providers whenever possible

USE OF FUNDS

At least 90% of funds received will be used for scholarships.

MONITORING

The organization will:

- Track scholarship usage
- Require receipts or proof of educational expenses
- Reclaim funds if misused

GEOGRAPHIC AREA

The organization will operate within the State of Kentucky.

PUBLIC CHARITY STATUS

The organization will solicit broad public donations to ensure it qualifies as a public charity rather than a private foundation.

FUNDRAISING

Funds will be raised through:

- Individual donors
- Community campaigns
- Corporate contributions

The organization will comply with all federal and state requirements related to Scholarship Granting Organizations.