

Federal Mid-Term Elections: Impact on Charitable Nonprofits

November 14, 2022

Housekeeping

This call is being recorded

All lines are in listen-only mode

Live captioning is available

Questions are welcomed via the Q&A feature

More than 100 questions were submitted during the registration process. We're going to cover as many as possible, but will not be able to answer every nuance.

A recording of this webinar will be posted tomorrow and all registrants will receive an email from us once it is up.

Federal Mid-Term Elections: Impact on Charitable Nonprofits

November 14, 2022

Federal Mid-Term Elections: Impact on Charitable Nonprofits

Election Results

- Introductory Comments
- Overview of the Results
- Big Picture Issues the Candidates Ran on

The Lame-Duck Session

- Must Pass and Wish List
- Nonprofit Priorities
 - Charitable Giving Incentives
 - Workforce Supports
 - Call to Action
- Q & A

The 118th Congress

- People and Priorities
- Sector Priorities
 - Tax Policies
 - Arts Agenda
 - Human Services Agenda
- Q & A

Our Speakers

Election Results



Tim Delaney
President & CEO
National Council of
Nonprofits



Jessica Mendieta
Policy Associate
National Council of
Nonprofits



David L. Thompson
VP of Public Policy
National Council of
Nonprofits

Lame-Duck Session



Donna Murray-Brown
VP of Strategy and
Development
National Council of
Nonprofits



Laura Walling
VP of Government Affairs
Goodwill Industries
International, Inc.

118th Congress



Jody Levison-Johnson
President & CEO
Social Current



Tony Shivers
Director of Government
Affairs
Dance/USA and Opera
America



Steven M. Woolf
Nonprofit tax law
expert

Welcome

A Call for Unity

from Tim Delaney



National Council of Nonprofits



Election Results

Election Results

Unknown

- Size of Senate Democratic Majority (50 or 51)
- House Control
 - Leaders
 - Committee Heads

Known

- Narrow margins = leadership difficulties
- \$16.7 Billion spent on essentially *status quo*

Issues They (think they) Won On

- **Republicans:** inflation, crime, immigration
- **Democrats:** abortion, results, democracy

Election Results

Recognizing Congressional Firsts

Women

- Becca Balint (D-VT) House
- Katie Britt (R-AL) Senate
- Summer Lee (D-PA) House
- Delia Ramirez (D-IL) House

Native Americans

- Markwayne Mullin (R-OK)

Gen Z

- Maxwell Frost (D-FL)

The Lame-Duck Session

Lame-Duck Session

Nov. 14 thru Dec. ???

Must Pass Items

Appropriations

- ❖ Omnibus or Continuing Resolution?
- ❖ Earmarks?

Defense

Other

Lame-Duck Session

Nov. 14 thru Dec. ???

Must Pass Items

Appropriations

- ❖ Omnibus or Continuing Resolution by 12/16?
- ❖ Earmarks?

Defense

Other

Wish List Items

Respect for Marriage Act

Electoral Reform

Debt Ceiling

Natural Disaster Tax Relief

Year-End Tax Package

- ❖ Child Tax Credit
- ❖ Research Writeoff
- ❖ Secure 2.0

Lame-Duck Session

Nov. 14 thru Dec. ???



Donna Murray-Brown

VP of Strategy and Development
National Council of Nonprofits

Charitable Giving Incentives

Expired at the end of 2021

Universal Charitable Deduction (UCD)

- \$300/\$600 deduction for non-itemizers
- Generated \$11 billion in 2020 giving
- Restore and Expand in S. 618/H.R. 1704
- UCD enjoys strong public support

100% Adjusted Gross Income Cap

- Included in every natural disaster tax relief bill

25% Corporate Income Cap

- Included in every natural disaster tax relief bill

Lame-Duck Session

Nov. 14 thru Dec. ???



Laura Walling

VP of Government Affairs
Goodwill Industries
International, Inc.

Employee Retention Tax Credit

- Refundable Payroll Tax Credit
- \$7,000/quarter/employee for eligible employers
- Retroactively repealed for Q4 2021
- Bipartisan support for H.R. 6161/S. 3625

Volunteer Mileage Relief

- Current Law: 14 cents/mile (Itemized Deduction)
- Business Rate: 62.5 cents/mile
- Bipartisan support for H.R.8265 - TEAM Volunteers Act

Lame-Duck Session

Nov. 14 thru Dec. ???

TIME TO TAKE ACTION

Charitable Giving Incentives

- Universal Charitable Deduction (UCD)
 - Restore and Expand in S. 618/H.R. 1704
- 100% Adjusted Gross Income Cap
- 25% Corporate Income Cap

Employee Retention Tax Credit

Volunteer Mileage Relief

Lame-Duck Session

Nov. 14 thru Dec. ???

Sign onto the
Statement
Endorsing the UCD

TIME TO TAKE ACTION

Charitable Giving Incentives

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- 100% Adjusted Gross Income Cap
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Employee Retention Tax Credit

Volunteer Mileage Relief

The 118th Congress

People & Big Picture Priorities

Leadership

Senate



House



Jessica Mendieta
Policy Associate
National Council of
Nonprofits

People & Big Picture Priorities

Committee Make Up

Tax Committees



Appropriations



Jessica Mendieta

Policy Associate
National Council of
Nonprofits

People & Big Picture Priorities

What Must Get Done

- **Appropriations**
 - FY 2023?
 - FY 2024
- **Debt Ceiling**

Hot Issues

- Ukraine
- Child Tax Credits/EITC
- 2017 Tax Law Expiring Provisions
- Immigration
- Social Issues



Jessica Mendieta

Policy Associate
National Council of
Nonprofits

Tax Policy Priorities in 2023

Charitable Giving Incentives

- Charitable Contribution Deduction
- Appreciated Assets

Planned Giving

- Donor Advised Funds
- Endowments

Internal Revenue Service

- Backlog and EO Division
- \$80 Billion/87,000 agents
- Form 1023-EZ



Steven M. Woolf
Nonprofit tax law
expert

Arts Community Agenda for 2023

Increased civic engagement and bi-partisanship

House and Senate Arts and Cultural-Related Caucuses

Pending Issues/Legislation

- Increased FY2023 appropriations
- Tax programs/policies - increased federal incentives for charitable giving, ERTC Program reinstatement, and Legacy IRA Act

Importance of federal agency engagement and advocacy

- Advancing Equity and Racial Justice initiative Through the Federal Government
- Interagency collaboration to support the arts and cultural sector



Tony Shivers

Director of
Government Affairs
Dance/USA and
Opera America

Human Services Agenda for 2023

- Continue to invest in concrete economic supports for individuals and families
- Consider the impact of the *Hobbs* decision on access to reproductive health care
- Extend and expand provisions created in response to COVID that helped to address workforce and financial challenges which will support the sector through recovery
- Ensure that policy and financing allow for a better than mediocre response to America's current mental health crisis
- A functioning, bipartisan government is key to achieving social sector policy priorities



**Jody Levison-
Johnson**
President & CEO
Social Current

Questions and Closing Observations



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Tony Shivers
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Steven M. Woolf
Nonprofit tax law expert

Thank you!