**A Bill to Close Loopholes in Volunteerism**

BE IT ENACTED BY THE CONGRESS HERE ASSEMBLED THAT:

**Section 1**. Organizations designated as 501(c) 7 groups are prohibited from providing service to a for-profit entity regardless of whether such service fits with their mission statement.

**Section 2**. 501(c) 7 designation is reserved for social clubs which charge a fee for membership and often provide public service, through volunteerism or other activities, consistent with an official mission statement.

**Section 3.** The Internal Revenue Service will review organizations designated as 501(c) 7 and shall identify activities which are for the benefit of for-profit entities. Such activities shall result in the 501 designation being revoked, and all services provided shall be taxed as employment according to the minimum prevailing wage.

**SECTION 4.** This shall take effect on May 1, 2017.

**Section 5.** All laws in conflict with this legislation are hereby declared null and void.

*Introduced for Congressional Debate by \_\_\_\_\_\_.*