Once tax-exempt determination of your foundation has been made it is wise to immediately pursue all procedures required to get exempt recognition from state and local taxes. While the "tax-exempt number" on your federal letter is still available (that is, if it hasn't been lost in your files), all the procedures should be completed to eliminate future red tape. Such completion of procedures on a federal, state and local level will often prevent unnecessary harassment or questioning by government officers simply by having as evidence, letters by superiors or predecessors of these offices. What methods you will actually use to obtain exempt recognition locally depends entirely on your own circumstances. The "legal strategy" should be determined after a conference between you and your counsel

Special Types of Operating Foundations (foundations with limited purposes)

Special structures or types of foundations have particular advantages in the view of the Internal Revenue Code when the organization is directed to one particular activity or to one particular purpose.