Code primarily limits a foundation in three areas of prohibited transactions. The Code does not specify what activities a foundation must do.

You can probably think of thousands of proper activities in which foundations, your foundation, might participate. If you can clearly justify an activity in your own mind within the scope of your purpose, it will probably be legally sufficient to satisfy the requirements of the Internal Revenue Code.

Your foundation activities will satisfy two basic requirements of the law and your economic needs. First, your foundation's activities will clearly show that you are operating within the scope of Section 501 (c) (3) of the Internal Revenue Code, and second your foundation will do things of personal interest to yourself and your family.

Let's get down to cases. In other words, let's explore some foundation activities, principles and theories that will qualify under the Internal Revenue Code and will also satisfy personal desires. These