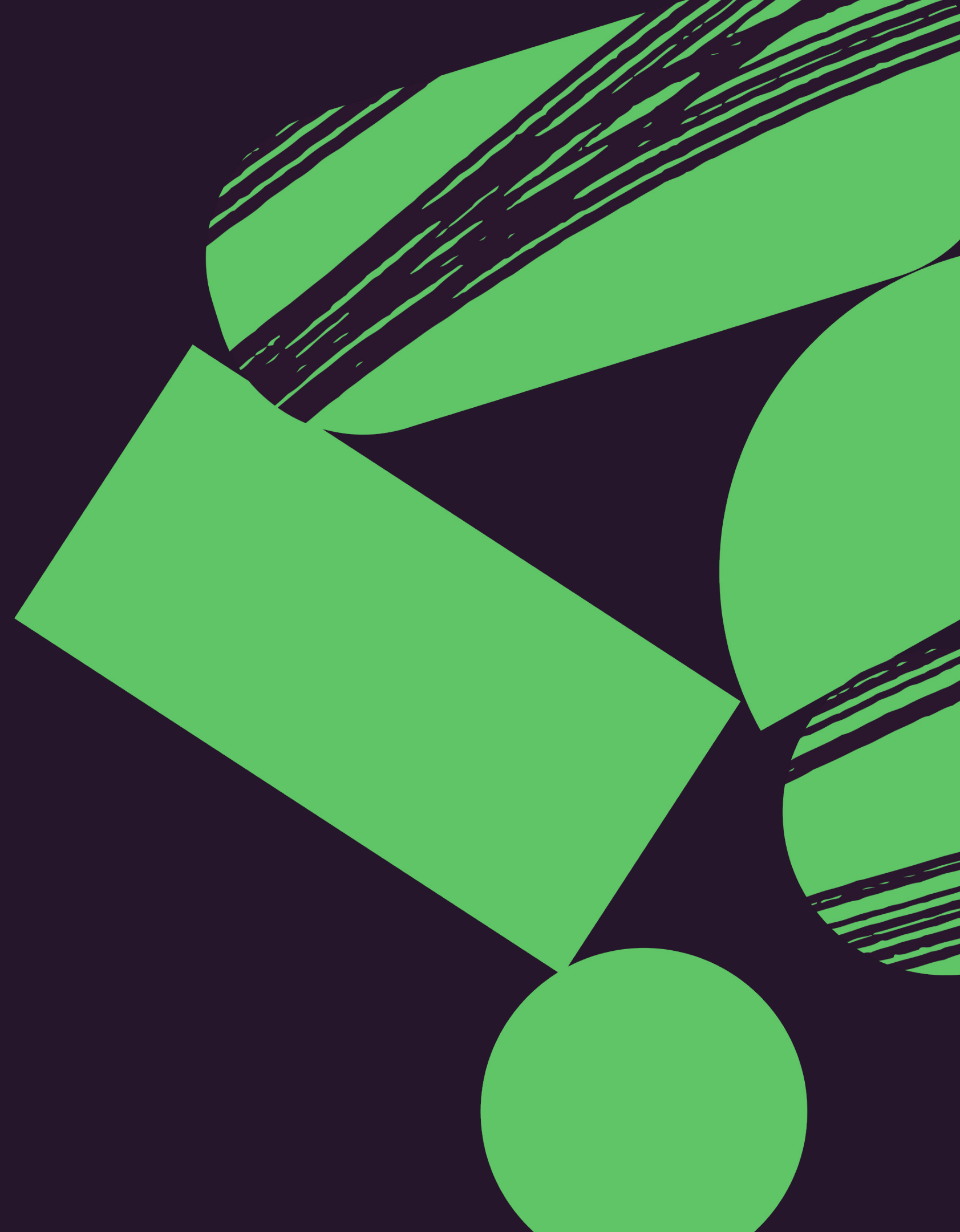
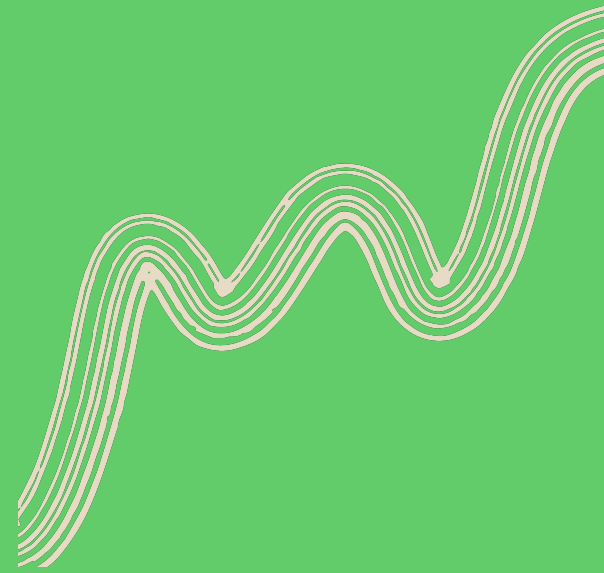


Demystifying DGR: What It Is And Why It Matters.

A practical guide to DGR endorsement for
Not-for-Profits.

The Breakthrough Office.™





We acknowledge and pay respect to the Traditional Owners, to their Elders past and present, and to their Cultures throughout Australia.

We recognise the First Nations Peoples' custodianship over deep time, and connection to lands, waters, and communities.

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About Us

The Breakthrough Office is an outsourced Accounting, Payroll, HR, and Corporate Governance solution, exclusively for Not-for-Profit organisations across Australia and New Zealand.

Established out of a passion to make a difference in the world, we work alongside incredible organisations that are making a difference in their communities.



DGR in a Nutshell

A deductible gift recipient (DGR) is an entity or fund that can receive tax deductible gifts.

There are two types of DGR endorsement:

- An entity that has DGR endorsement in its own right
- An entity that is only a DGR in relation to a fund, authority or institution it operates. In this instance, only gifts to the fund, authority or institution are tax deductible

Why does DGR status matter for NFPs?

- Tax-deductible donations
- Increased fundraising appeal
- Eligibility for grants and philanthropic funding

Resources: [ABR Guide to DGR](#) | [Australian Charities Report 11th Edition](#)

Is Your Organisation Eligible?

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Resources: [ATO DGR Categories](#) | [ATO DGR Table](#)

Unlocking Opportunity With DGR

- Fundraising: ability to offer tax-deductibility to donors
- Philanthropy: eligibility for larger foundations and sub-funds
- Grants: some require DGR as a prerequisite
- Donor trust and legitimacy

Resources: [DGR & the ACNC](#)

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How to Apply for DGR Status

1. Determine eligibility & right DGR category
2. Review ACNC registration and constitution
3. Prepare required documentation (objects clause, fund rules, etc.)
4. Submit application to ATO
5. Respond to follow-up queries
6. Outcome and ongoing compliance

Top Tips for a Smooth DGR Application

Some common pitfalls include:

- Vague or misaligned purpose in constitution
- Not selecting the correct category
- Missing mandatory clauses
- Not understanding reporting obligations post-endorsement
- Winding Up Clause – ACNC Act

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Q & A

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Where to Go From Here

- Take advantage of key resources available
 - [DGR Reforms](#)
 - [Community Foundations Eligibility](#)
 - [ICDA](#)
 - [ACNC](#)
- Reach out to The Breakthrough Office for further support & guidance - contact us [here](#).

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