



Ben Hobbs | Wednesday, June 15, 2016

Title: Facilitating Noncash Donations

Introduction: _____

“Give unto the Lord the glory due unto his name: bring an offering, and come into his courts.” (Psalm 96:8)

1. Definition of _____ donations

2. _____ types of noncash donations

- A. Real estate
- B. Vehicles
- C. Clothing
- D. Food
- E. Furniture and equipment
- F. Stocks and other securities
- G. Building space**
- H. Services**

3. _____ rules to follow

- A. For the _____



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- 1 RULES DEPEND ON THE TYPE AND VALUE OF THE DONATION
- 2 DONORS SHOULD REFERENCE IRS PUBLICATIONS 526 AND 561
- 3 DONOR REQUIREMENTS ARE MORE STRINGENT THAN CHURCH REQUIREMENTS

B. For the _____

- 1 INDIVIDUAL DONATIONS VALUED AT _____ THAN \$5,000
 - a Church issues a written _____ which includes the following:
 - 1) Church name
 - 2) Date donation received and location
 - 3) A description of the donated property
 - 4) A statement of whether the church provided any goods or services in exchange for the contribution
 - 5) If a _____ contribution, then a disclosure statement providing a description and a good faith estimate of the value received must be provided to the donor if the donor's payment is \$75 or more.
 - 6) The written acknowledgement must be provided to the donor on or before the earlier of the date the donor files his or her tax return; or the due date, including extensions, for filing the return.
- 2 INDIVIDUAL DONATIONS VALUED AT _____ THAN \$5,000
 - a Church issued a written acknowledgement which includes the following:
 - 1) Church name
 - 2) Date when donation received and location
 - 3) A description of the donated property
 - 4) A statement of whether the church provided any goods or services in exchange for the contribution.

- 5) If a quid pro quo contribution, then a disclosure statement providing a description and a good faith estimate of the value received must be provided to the donor.
 - 6) The written acknowledgement must be provided to the donor on or before the earlier of the date the donor files his or her tax return; or the due date, including extensions, for filing the return.
- b Church must complete and sign Part IV of Section B of the donor's IRS Form 8283 _____ summary.
- c Church must _____ file IRS Form 8282 if all three of the following conditions are met:
- 1) Church received a noncash donation valued at more than \$5,000
 - 2) Church received a qualified appraisal summary (Form 8283) from the donor
 - 3) Church sells, exchanges, consumes, or otherwise disposes of the donated property within 3 years of its donation date
 - 4) _____ —publicly traded securities
- 3 CHURCH DOCUMENTATION REQUIREMENTS FOR THE RECEIPT OF DONATED _____
DEPEND ON THE FORM OF THE DONATION:
- a Church receives the vehicle and _____ it without any significant use or material improvement
- 1) Written acknowledgement of the donation must be given to the donor within 30 days of the sale and must include the following:
 - a) Church name
 - b) Donor's name
 - c) Donor's Social Security Number
 - d) Vehicle Identification Number (VIN)
 - e) Date donation received
 - f) Date of sale



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- g) Gross proceeds from the sale
 - h) A statement of whether the church provided any goods or services in exchange for the contribution.
 - i) If quid pro quo donation, then a description and a good faith estimate of the value received must be included.
 - j) IRS Form 1098-C
- b Church receives the vehicle and significantly _____ it for ministry purposes
- 1) Written acknowledgement of the donation must be given to the donor within 30 days of the donation and must include the following:
 - a) Church name
 - b) Donor's name
 - c) Donor's Social Security Number
 - d) Vehicle Identification Number (VIN)
 - e) Date donation received
 - f) A statement of whether the church provided any goods or services in exchange for the contribution.
 - g) If quid pro quo donation, then a description and a good faith estimate of the value received must be included.
 - h) IRS Form 1098-C
- 4 CHURCH DOCUMENTATION REQUIREMENTS FOR THE RECEIPT OF PUBLICLY TRADED _____
- a Primary _____ to the donor of donating stock
 - b _____ considerations:
 - 1) Is the stock appreciated in value?
 - 2) Has the donor owned the stock for at least one year?
 - 3) Subject to 30 percent limit with carry over for 5 years
 - 4) Is the donor itemizing his or her deductions?
 - c Why the church does not _____ this donation

- d How the donor would determine the _____ value of the donation
 - 1) Determine the “mean price” or the average of the high and low quoted prices on the date delivered to the church
 - 2) Multiply the mean price by the number of donated shares
- e Because the value is established, there is no Form 8283 requirement.

4. Potential _____ with noncash donations

- A. Misunderstanding can impact the tax _____ of a gift
- B. Erroneous reporting can subject the church to IRS _____
- C. Church can become the dumping ground for _____
- D. Church can waste precious _____
- E. Church can end up with significant _____

5. _____ noncash donations

- A. Know the _____
- B. Institute a Gift _____ Policy
 - 1 PURPOSE
 - 2 PROTECTION
 - a Of church mission
 - b Of church organizational documents
 - c Of church tax exempt status
 - d Of church resources



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- e Of church assets
- f Of church reputation

3 PROCEDURES

- a Provides sound internal control
- b Defines who can receive
- c Defines what can be received
- d Defines expectations

Conclusion: _____



Lancaster Baptist Church • 4020 E. Lancaster Blvd. • Lancaster, CA 93535
661.946.4663 • lancasterbaptist.org • Paul Chappell, Pastor