

Abraham Baldwin Agricultural College Foundation, Inc.

Acceptance Policy

for

Gifts of Private or Closely Held Stock

Background: In recent decisions, the tax courts have strictly enforced the IRS contribution rules. The charitable deduction for closely held stock given to a nonprofit corporation is generally the fair market value of the stock. This is difficult to determine because this stock is not traded on an established market. The IRS requires the donor to get a qualified appraisal for a contribution deduction of closely held stock valued at more than \$10,000. A qualified appraisal is defined by the IRS code.

Policy: It shall be the policy of the ABAC Foundation to issue a receipt for all contributions. Said receipt shall include a statement of monetary value when possible, including private or closely held stock gifts *accompanied by a qualified appraisal as defined by the IRS code*. Gifts of private or closely held stock not accompanied by a supporting appraisal shall be receipted for the number of shares only, no specific monetary value will be acknowledged.

Approved by the ABAC Foundation Finance & Investment Committee: October 14, 2002

ADOPTED BY THE BOARD



John M. Davis, Chairman

DATE: February 4, 2003