

ARTS ALLIANCE

PROPOSED DONATION ACCEPTANCE POLICY

August 12, 2009

The Arts Alliance solicits support in the form of donations from individuals, organizations, businesses, governments, foundations, and any other entities. In order to assure that those donations truly support the efforts of the Arts Alliance, we have adopted these policies regarding acceptance of donations.

All donors will receive written acknowledgement for the value of their donation (as noted below); the Arts Alliance is a 501(c)3 organization and as such all donations are tax deductible to the full extent allowed by law. The Arts Alliance does not provide tax advice; it is the responsibility of the donor to determine the tax deductibility of their donation with the advice of their accountant and/or financial planner.

The Arts Alliance will recognize donors in its annual report or other means as it deems appropriate unless the donor prefers to remain anonymous.

The Arts Alliance reserves the right to refuse any gift.

In general, the Arts Alliance prefers unrestricted donations of cash or other items which are readily convertible to cash, in order to most easily and readily support its operations. All gifts must support, and be consistent with, the mission, goals, and programs of the Arts Alliance.

Donations of any size which are unconditioned, or which are conditioned on use for a program already in operation or already being planned by the Arts Alliance, may be accepted without additional restriction or approval.

Donations of any size which are conditioned on other factors shall require advance approval of the President and the Executive Committee of the Board. This may include a condition to develop a new program at the suggestion of the donor, a condition to use the Arts Alliance's name in promotions by the donor, or other similar factors as determined by the Arts Alliance President or Chair.

- Cash gifts: Unconditional gifts of cash (including by check or credit card) may be accepted without additional restriction or approval. The donor will be credited for the full value of the donation less the value of associated benefits (i.e. premiums)
- Securities: Unconditional gifts of securities may be accepted without additional restriction if they are listed on a national exchange and readily convertible to cash. The donor will be credited for the quantity of securities given, and is responsible for establishing their value for tax deductibility
- Gifts of property:
 - Major donations (value of \$1,000 or more) which are not readily convertible to cash, require advance approval of the President and the Executive Committee of

the Board. These may include donations of land or other property, artworks, vehicles, securities which are not listed on a national exchange, or similar properties. The donor may be required to pay the cost of selling the donation, and/or obtaining an appraisal of the item. The value of the donation, as credited to the donor, will be determined after the property is sold, less any applicable costs of the sale.

- Unconditioned gifts of minor value (less than \$1,000) may be accepted without additional restriction or approval, provided the donor is advised that the donation will be sold or used as a gift or prize at an Arts Alliance activity. The Arts Alliance will rely on the donor's estimation of the value of the donation.
- Art: The Arts Alliance is not a collecting organization, and does not intend to hold artworks or other properties beyond the minimum length of time required to sell or otherwise dispose of them.
- The Arts Alliance reserves the right to "regift" any donated item to a new recipient, with or without the advance knowledge of the initial donor, provided the donation serves the mission and goals of the Arts Alliance.

End of policy.