

WKU

F O U N D A T I O N

Policy and Procedures Manual

SECTION: Development

SUBJECT: Non-Charitable Gifts and Pledges

PURPOSE: To provide procedures for pledges and gifts that do not meet the basic requirement of charitable intent, in order to preserve the Foundation's tax exempt status

PROCEDURE: Every WKU Foundation pledge and gift booked in the Advance system is based on an implied or written agreement between the donor and the WKU Foundation. When these do not meet the basic requirements of charitable intent determined by IRS regulations, they are then accepted as non-charitable gifts and pledges for which the donor would not be able to receive a charitable deduction.

However, because these gifts are important to WKU, these non-charitable gifts will be included in our donor recognition. All non-charitable receipts would have wording that includes "Your contribution was restricted for XYZ and may not be fully deductible as a charitable contribution for federal income tax purposes. Please consult your tax advisor regarding this."