

Donations of Property

- Tax deductible gifts to the Australian Sports Foundation (ASF) don't have to be donations of money.
- Donations of both money and goods or property from stakeholders or community members are acceptable.
- "Property" has to be a tangible, physical thing, and examples of acceptable include the following:
 - sports good and equipment
 - sports memorabilia and historical items
 - capital equipment for your facility (eg gym equipment)
 - freehold land and property (not leasehold)
 - items to be raffled or auctioned to raise money for your club or sport
- Donations of property are subject to some criteria and you're welcome to contact ASF to discuss potential gifts of property.
- Examples of property that has been donated to the ASF and granted to one of our projects include:
 - A yacht was donated for the benefit of a sail training association in Queensland
 - A car was donated to be auctioned at a fundraising night for a National Sporting Organisation
 - Some historical memorabilia was donated for an AFL sporting museum

Categories of donated property and valuation

- There are different processes to be followed for donations of property, and different ways for the donor to assess the value of the tax deduction they can claim
- It is important to note that the ASF does not determine the amount of the deduction
- The three categories of donated property we will accept are outlined below, along with examples and comments on valuation

Categories of donation	Examples	Valuation	Other notes
1. Trading stock	Virtually anything where the donor is in business producing or selling the items in question, eg sports goods, equipment, cars, capital assets, houses or apartments etc	The market value of the stock on the date of donation	Value determined by the donor
2. Property purchased by donor	Can be either a donation by a business – if it does	The lesser of the market value or the price paid	Value determined by the donor

within the last 12 months	not constitute trading stock as above – or a private individual		
3. Property valued by the Australian Taxation Office (ATO) at over \$5000	Anything that does not fall within the above categories eg sports memorabilia which has been owned by the donor for some time, land or property where it does not constitute trading stock or meet the “12 month” test above	The value has to be independently assessed by the ATO, who will issue a certificate to the donor as evidence in support of their deduction	ATO valuation involves paying a fee of \$241, and is greatly assisted if the donor provides an independent professional valuation Valuation has to be certified by the ATO before the Foundation will issue any grant

Processes to be followed

- For all donations of property, it is critical that appropriate processes are followed and sufficient time is allowed for property to be donated and granted to an organisation
- Please work with your SPM as soon as you know a donation of property may be offered so we can advise you on the processes and timeline and ensure it proceeds smoothly
- Key points to note:
 - Step 1: Donor completes the Foundation’s “Agreement to donate property” (available from us) and submits to us
 - Step 2: we review and, if we are prepared to accept the donation, sign and execute the agreement. At this point, ownership of the property pass to the ASF
 - Step 3: In accordance with our normal bi-monthly grant schedule, we will issue a grant of the property to the preferred beneficiary and notify them by letter. At this point ownership of the property pass to the beneficiary
 - Step 4: Donor and beneficiary can now liaise direct to arrange delivery or physical transfer of the donated property
 - For donations under category 3, there are additional requirements and steps:
 - Step A: Donor must also complete ATO documents “Certificate of Donation” and “Request for Valuation” (available from us) and submit these to the Foundation for onward submission to the ATO, along with a cheque payable to the ATO for \$241 in respect of their valuation fee, and the signed “Agreement to donate property”
 - Step B: the ATO will consider the application and valuation evidence provided by the donor and issue a Certificate to the

donor confirming their assessment of the value of the deduction. This normally takes around 6 weeks.

- Step C: on receipt of the certificate, the donor must notify us. We will then arrange for the property to be granted to the relevant beneficiary (ie Steps 3 and then 4 above)

Special types of property

- Particular care must be taken with donated property such as cars, boats etc, where the donor and beneficiary need to be responsible for the transfer of registration with the authorities. At no stage will the ASF become the registered owner, even though we will be the legal owner for a period
- For land and property, there are stamp duty considerations on each transfer. We recommend legal advice is sought by the donor and/or beneficiary.