

Receipting: Door Prizes

Introduction (Slide 1)

This module covers basic information on door prizes as part of a fundraising event.

The module answers questions such as:

- ❖ Split receipting and door prizes - what is involved?
- ❖ Where can I get more information on how to deal with door prizes?

Door Prizes – The Basics (Slides 2&3)

If you include door prizes (advantages) as part of your fundraising event, you will have to apply the rules of **split receipting** to determine the eligible amount on the official donation receipt.

Your Charity will have to:

- ❖ determine the fair market value (FMV) of the door prizes, even if they are donated
- ❖ determine if the FMV of the door prizes are minimal, i.e. they do not exceed the *De Minimis* threshold. (10% of the ticket price or \$75, whichever is less)
- ❖ not include them in calculating the eligible amount, if the door prizes are considered *De Minimis*
- ❖ deduct the FMV of the door prizes per ticket in determining the eligible amount for the donation receipts, if the door prizes exceed the *De Minimis* threshold

Door Prizes – More Information (Slide 4)

For more information on:

- ❖ Fair Market Value (FMV) www.charitycentral.ca/site/?q=node/53
- ❖ Split Receipting www.charitycentral.ca/site/?q=node/56
- ❖ *De Minimis* www.charitycentral.ca/site/?q=node/58

Notice (Slide 5)

Information in this module is provided for general educational purposes and not as legal or accounting advice. Consult a lawyer or accountant for professional advice.

Information is accurate as of January, 2009.

For changes after this date, consult Canada Revenue Agency.