

The Numismatic Institute

P.O. Box 7476 - Chicago, Ill. 60680

THE NEW TAX RULE FOR GIFTS OVER \$ 5,000.

The federal tax department has issued new rules that apply to the situation where a collector donates property to charity and the total gift is valued at over \$ 5,000. The new rule applies to tax years 1985, 1986, and later years.

The taxpayer is required to have a professional appraisal made of the property to be donated, and the appraiser must sign an "Appraisal Summary". The appraiser must also fill out and sign federal tax form No. 8283, Section B.

Then, BOTH Documents should be sent to us WITH THE MATERIAL. We will stamp both documents "Received" and return them to you. We will also sign our part of form 8283 and return it to you.

We are enclosing an "Appraisal Summary" form in blank, and also another copy, filled out, to show how it might be used. Also enclosed is a zerox of the federal form 8283. You must send BOTH forms to us with the material.

If your property donation is \$ 4,999 or less, then the new rule does not apply, and you do not need the special "Appraisal Summary" form; and you do not need Section B of form 8283. For further details, see your own tax advisor.

Sincerely yours,


Ben Myers
President

APPRAISAL SUMMARY

1. My name is MR. ADAMS A. DEALER (appraiser's name)
My address is 1234 SOMEWHERE ST. (appraiser's address)
GOODCITY, CA. (12345)

My tax identification No. is 123-45-6789 (S.S. No. of appraiser)

2. I have examined the numismatic material that is detailed on the attached 12 page inventory list. I have signed each page.

To summarize briefly, the material consists of:

A COLLECTION OF 13,000 WORLD-WIDE COINS
AND CURRENCY ITEMS. (U.S. AND FOREIGN.)

3. In my opinion, the fair market value of this property was the sum of \$ 6,500.00 on the date of 9-9-85.

4. The general method of valuation, and the basis for valuation were as follows: THE COLLECTION HAS AN AVERAGE
VALUE OF .50¢ PER ITEM. SO, 13,000 X 50¢ =
A TOTAL OF \$ 6,500.00

5. I have the following qualifications as an appraiser:
TWELVE YEARS EXPERIENCE IN THE NUMISMATIC FIELD.

6. I prepared this appraisal for the following person:
MR. BAKER A. COLLECTOR

7. I am not related to the above person. My fee for making this appraisal was a flat dollar amount. My fee was not based on a percentage of the appraisal figure. I understand that this appraisal is being made for federal tax purposes.

Mr. Adams A. Dealer
Signature of appraiser.

9-9-85
date

APPRAISAL SUMMARY

1. My name is _____ (appraiser's name)

My address is _____ (appraiser's address)

My tax identification No. is _____ (S.S. No. of appraiser)

2. I have examined the numismatic material that is detailed on the attached _____ page inventory list. I have signed each page.

To summarize briefly, the material consists of:

3. In my opinion, the fair market value of this property was the sum of \$ _____ on the date of _____.

4. The general method of valuation, and the basis for valuation were as follows: _____

5. I have the following qualifications as an appraiser:

6. I prepared this appraisal for the following person:

7. I am not related to the above person. My fee for making this appraisal was a flat dollar amount. My fee was not based on a percentage of the appraisal figure. I understand that this appraisal is being made for federal tax purposes.

Signature of appraiser.

date

Noncash Charitable Contributions
 ▶ Attach to your Federal income tax return if the total claimed value
 of all property contributed exceeds \$500.
 ▶ See separate instructions.

OMB No. 1545-0908
 Expires 9-30-88

Attachment
 Sequence No. **55**

Identification number

Section A Include in Section A only items (or groups of similar items) which have a claimed value of \$5,000 or less per item or group and certain publicly traded securities (see instructions).

Part I Information on Donated Property

1	(a) Name and address of the donee organization	(b) Description of donated property (attach a separate sheet if more space is needed)
A		
B		
C		
D		
E		

Note: Columns (d), (e), and (f) do not have to be completed for items with a value of \$500 or less.

	(c) Date of the contribution	(d) Date acquired by donor (mo., yr.)	(e) How acquired by donor	(f) Donor's cost or adjusted basis	(g) Fair market value	(h) Method used to determine the fair market value
A						
B						
C						
D						
E						

Part II Other Information—Complete question 2 if you gave less than an entire interest in property listed in Part I. Complete question 3 if restrictions were attached to a contribution listed in Part I.

- 2 If less than the entire interest in the property is contributed during the year, complete the following:
- (a) Enter letter from Part I which identifies the property _____. (Attach a separate statement if Part II applies to more than one property.)
 - (b) Total amount claimed as a deduction for the property listed in Part I for this tax year _____; for any prior tax year(s) _____.
 - (c) Name and address of each organization to which any such contribution was made in a prior year (complete only if different from the donee organization above).

Charitable organization (donee) name _____

Number and street _____

City or town, state, and ZIP code _____

(d) The place where any tangible property is located or kept. _____

(e) Name of any person, other than the donee organization, having actual possession of the property. _____

- 3 If conditions were attached to any contribution listed in Part I, answer the following questions:
- | | Yes | No |
|---|-----|----|
| (a) Is there a restriction either temporarily or permanently on the donee's right to use or dispose of the donated property? | | |
| (b) Did you give to anyone (other than the donee organization or another organization participating with the donee organization in cooperative fundraising) the right to the income from the donated property or to the possession of the property, including the right to vote donated securities, to acquire the property by purchase or otherwise, or to designate the person having such income, possession, or right to acquire? | | |
| (c) Is there a restriction limiting the donated property for a particular use? | | |