

In accordance with CRA regulations, MMC can consider that it has received two payments for ticketed events:

1. Payment for the fair market value of the meal or entertainment it is providing (not the actual cost of providing the meal or entertainment).
2. A gift. For example, MMC sells tickets for \$200 each to a fundraising dinner-dance. The cost to MMC of putting on the event is \$45 per person. MMC calculates the fair market value of the food and entertainment provided to persons attending the event to be \$75. The gift to MMC is the difference between the \$200 ticket price and the \$75 value of the benefit received. The actual cost to MMC, \$45 per person, is not a factor in calculating the part of the ticket price that is a gift. Therefore, MMC can issue a tax receipt indicating the deductibility of \$125 for each ticket purchased.

Any questions related to the content of this policy or its interpretation should be directed to the Board of Directors.

Date Accepted: September 20, 2016

Date Reviewed: _____