

INSTRUCTIONS FOR CONTRIBUTION NOTIFICATION FORM C (CNF-C)

Used for all donations of **Professional Services**

Instructions:

PART I PLEASE PRINT LEGIBLY.

- Item 1: Enter the Tax ID number of the business. Use the social security for a sole proprietor.
- Items 2: Enter the legal name of business firm making the donation. The name must match the supporting documentation.
- Item 3: Enter one type from the following list which best describes the business:

Bank	Law Firm	Physician/Dentist	Accounting	Architect	Pharmacy	Other
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- Item 4: Enter the type of business structure. All pass-through business entities must complete Form PTE Virginia Pass-Through Credit Allocation (after receipt of tax credit certificate) and send the completed form to the Virginia Department of Taxation.
- Item 5-7: Name of contact person at the business, mailing address of the business and telephone number.
- Item 9: Enter the type of donated professional service.
Note *** Eligible professional services are limited to: accounting, actuarial services, architecture, land surveying, law, dentistry, medicine, optometry, pharmacy, professional engineer, and veterinarian.
- Item 10: Enter the actual date or dates over which the professional services were donated. Dates must be within the same program approval year.
- Item 11: Enter the value of the donation using the following methods:

For professional services rendered by the proprietor or a partner or member, the value shall not exceed the lesser of the reasonable cost for similar services from other providers or \$125 per hour.

For a salaried employee of a business firm, the value shall be equal to the salary (excludes fringe benefits) that the employee was actually paid for the period of time the employee rendered professional services to the approved program.
- Item 12: Enter the percent of tax credit offered. A donor must agree, in writing, to accept tax credits for less than 65 percent of the value of the donation. The donor must complete a Tax Credit Percentage Agreement form if accepting tax credits for less than 65 percent of the value of the donation. *The written agreement must be submitted to the Virginia Department of Social Services.*

PART II Sign and date the certification. Return the CNF with supporting documentation to the NAP organization.

General:

- Donations must be made directly to the approved NAP organization with no strings attached and without any conditions or expectation of monetary or other benefits from the NAP organization.
- Discounted property (partial donations) or bargain sales are not allowable for NAP donations.
- Determining the effect of making a donation for tax credits on a donor's tax liability is the sole responsibility of the donor. Before making a donation, or when tax-related questions occur, donors are encouraged to seek advice from their tax accountant or other tax advisor.
- The NAP organization must attach a copy of the Services Contribution Data Sheet for Professional Services or spreadsheet listing the business name, contact person, job title of the individual providing the service, type of service provided, date(s) of donation, hourly rate, total hours worked, and total value for services and submit it with the CNF-C. The Certification by Business Donor (on the Services Contribution Data Sheet) must be signed by the donor and attached to each spreadsheet. Retain a copy of all documentation in your files. Failure to do so may result in a donor's loss of the tax credit.
- For more information contact the NAP office at nap@dss.virginia.gov