

How to give to the Alcohol Education and Research Fund

The Alcohol Education and Research Council seeks to make a positive difference to the ways in which society understands and uses alcohol. We do this by funding practical projects aimed at increasing awareness of alcohol issues, facilitating a reduction in alcohol-related harm in society and encouraging best practice.

Please help us to develop our work further.

This leaflet describes:

- Different ways in which donations may be made to the Alcohol Education and Research Fund, and
- How these may be made tax efficient.

aerc

Alcohol Education and
Research Council

Donations to the Alcohol Education and Research Fund

The Alcohol Education and Research Fund is a registered charity No. 284748 for tax purposes in the United Kingdom. All donations both great and small will be greatly welcomed and will be individually and personally acknowledged.

All donations should be sent to: AERC, Room 408, Horseferry House, Dean Ryle Street, London SW1P 2AW. Tel: 020 7217 8028/8896
Fax: 020 7217 8847 E-mail: andrea.tilouche@aerc.org.uk

Donations may be made by one of the following means and, where there are tax implications, these are set out:

A. By a single one-off payment by cheque made payable to the **Alcohol Education and Research Fund**.

Under the new Gift Aid scheme, if you pay income tax or capital gains tax, the AERC can reclaim the tax you have paid at basic rate on this donation. At current tax rates, this means that for every pound you give, the AERC can get another 28 pence from the Inland Revenue.

If you are a higher rate tax payer, you can include the donation on your Self Assessment tax return and get back the difference between the higher rate and basic rate. At present, that is worth 23 pence for every pound you have given to the AERC.

To enable the Council to reclaim the tax on this and all future donations please complete the Declaration opposite.

Note: You must pay an amount of income tax and/or capital gains tax at least equal to the tax that the charity reclaims on your donations in the tax year (currently 28p for each £1 you give).

B. By donating certain quoted shares and securities to the AERC. Under tax incentives introduced in the 2000 Budget individuals and companies may now enjoy significant extra tax savings when they make such gifts. Details of the tax advantages are set out on the back of this leaflet.

Any shares donated in this way will be passed to the Council's Fund Managers, Baillie Gifford & Co, who may wish to sell the shares and re-invest the proceeds.

Alcohol Education and Research Fund

If you wish to contribute to the Fund please insert your name and address below and, where applicable, the Gift Aid Declaration.

FROM

Name	<input type="text"/>
Address	<input type="text"/>
	<input type="text"/>
	<input type="text"/>
	Post Code <input type="text"/>

A. Donation by a Single one-Off Payment and Gift Aid Declaration

- I enclose a cheque made payable to the Alcohol Education and Research Fund
- Please treat the gift mentioned above as a Gift Aid donation and treat all donations from now until further notice as Gift Aid.

Signature _____

Date ____ / ____ / ____

CHARITY REG. NO.284748

B. I wish to donate the following shares to the AERC:

Please advise me on the procedure for effecting the transfer.

Please send this form to: Mrs A Tilouche, Grants & Committees Manager,
AERC, Room 408, Horseferry House, Dean Ryle Street, London SW1P 2AW.

Gifts of Quoted Shares and Securities to AERC

Using new tax incentives individuals and companies may now enjoy significant extra tax savings when they make gifts of certain quoted shares and securities to the AERC. In addition to the existing relief from capital gains tax, donors can now get income tax relief, at their top rate of tax, on the full market value of the gift.

Assuming a qualifying donation of shares worth £10,000, carrying a chargeable gain of £8,000, it works like this:

Income tax position

With a total earned income of £50,000 and personal allowance of £4,385, the amount of taxable income is £45,615 and total tax liability is £12,952. If you donate shares worth £10,000 to AERC your taxable income will be reduced by £10,000, and the tax liability by £4,000 to £8,952.

Capital Gains Tax

If you make £20,000 in capital gains then net CGT tax liability, after deduction of £7,200 allowance, will be £5,120 (40% on £12,800). If you donate shares worth £10,000, which carry a gain of £8,000 to the AERC, which you would otherwise have sold, your capital gains will be reduced by £8,000 and your capital gains tax liability is reduced by £3,200 (£8,000@40%).

In total, your tax liability has reduced by £7,200 and your gift worth £10,000 to AERC has only cost you £2,800 after tax.

NOTES

1. The following categories of shares and securities can be donated using the tax relief:
 - shares and securities listed or dealt in on a *recognised stock exchange, whether in the UK or elsewhere;
 - units in an authorised unit trust;
 - shares in a UK open-ended investment company;
 - holdings in certain foreign collective investment schemes.
2. *Including shares traded on the Alternative Investment Market.
3. Income tax relief is extended to any incidental costs of disposing of the shares to the charity.
4. Normal rules applying to capital gains tax apply – eg. buy back provisions.
5. Independent professional advice should be sought before donating shares or securities to any charity.