

Dear East Legacy Season Ticket Holder:

In accordance with tax laws and regulations, Brigham Young University (BYU) is providing to you this good faith estimate of the value of goods and services which you were entitled to receive in connection with your payments for each East Legacy Chair seat at LaVell Edwards Stadium for the 2019 football season.

As indicated in the enclosed Cougar Club Tax Disclosure Statement, your payments to BYU Athletics in 2019 are tax-deductible only to the extent that you did not receive a benefit, or the right to receive such a benefit, in return. Because of revisions to the Internal Revenue Code which became effective beginning January 1, 2018, any portion of your payment that entitles you to purchase priority seating is not tax-deductible. Amended IRC Section 170(l) provides in part as follows: "No deduction shall be allowed ... if ... the taxpayer receives (directly or indirectly) as a result of paying such amount the right to purchase tickets for seating at an athletic event in an athletic stadium of such institution."

Cougar Club Membership Dues

Cougar Club members make contributions to BYU Athletics in order to be eligible to purchase tickets in the priority seating areas. For the 2019 season donors needed to have contributed \$1,250 or more to be eligible to purchase East Legacy Chair Seating. With the change in IRC Section 170(l), this entire amount is not tax-deductible. Donations, or portions of donations, made in 2019 that are in excess of \$1,250 may also not be tax-deductible if you received, or had the right to receive, additional Cougar Club benefits (such as club luncheons, press almanacs, membership gifts, etc.) The fair market values for such Cougar Club benefits are detailed in the enclosed Cougar Club Tax Disclosure Statement.

East Legacy Chair Season Tickets

Cougar Club members like you, who chose to purchase tickets in the East Legacy Chair seating area, paid \$1,800 for each season ticket they purchased. Because that payment is for the purchase of tickets, the amount is likely not tax deductible. For your information, the following benefits valued at **\$1,240** were included with each \$1,800 payment.

East Legacy Chair Tickets (6) with a total fair market value of	\$ 900
Legacy Tent Meals, Half-time Food, and Hospitality Items (\$55/game)	\$ 330
Gifts, Game Programs, and Promotional Items	<u>\$ 10</u>
	\$1,240

We invite you to consult with your tax advisor regarding the deductibility of any portion of what you paid for East Legacy Chair seating in light of the new tax laws.

Additional Contributions

Any payments you made to BYU Athletics beyond the first \$1,250 of your Cougar Club membership donation and your payment for season tickets, as explained above, may be tax deductible to the extent you were not entitled to receive a benefit for the payment. We remind you that there may be other limitations that apply to any such contributions (see the enclosed disclosure statement). **We urge you to consult with your tax advisor** in calculating your charitable deductions and determining the applicable tax laws and regulations related to this and all other gifts to BYU Athletics.

We are deeply grateful for your participation in the East Legacy Chair program. Your support is vital to the athletic success BYU has achieved and to our progress towards becoming the athletic program we want to be in the future.