

Sanctuary Cove Lot Raffle Frequently Asked Questions

1. What is being raffled?

A beautiful .24 acre residential lot, on hole 11, at Sanctuary Golf Club, located in Waverly, Georgia. The appraised value of the lot is \$45,000. You can learn more about Sanctuary Golf Club at <https://www.sanctuarygolf.club/>

2. Who is eligible to purchase raffle tickets?

The raffle is open to all U.S. citizens, who are aged 18 years or over. Employees of Morningstar Children and Family Services, their families, agents or any third party directly associated with the administration of the Raffle are excluded from participation.

3. What are the odds of winning?

A maximum of 2500 tickets are available for the raffle. The odds of winning will depend on the total number of tickets sold.

4. How much are the tickets and how many tickets can I purchase?

Tickets are \$50 each. There is no limit on the number of tickets an individual can purchase

5. The winner will be chosen by random drawing from all entrants on September 24, 2022. Drawing will be held at Heritage Oaks Golf Club in Brunswick, GA following the Children's Golf Tournament.

6. Morningstar reserves the right to extend the date for the drawing where it becomes necessary to do so. Email notification of such change will be shared with ticket holders as soon as possible.

7. How do I know if I won?

We will call the winner on the day of the drawing, Sept 24, 2022. We will also notify the winner in writing by sending a Winner Notification Letter by electronic communication or certified U.S. mail, return receipt requested, to the email and/or mailing address provided by the ticket purchaser. The winner must accept the lot with written response within 15 days of notification or lot will be considered forfeited.

8. Do I have to be present to win?

No, you do not need to be present to win or have your ticket receipt with you.

9. The winner may claim or forfeit the lot, but it is non-exchangeable and non-transferable.

10. What are the taxes associated with the lot and who will pay them?

The IRS requires withholding tax to be paid on raffle prizes. The taxes on the lot will be paid by Morningstar, with funds raised through the event. The raffle winner will receive the required IRS reporting form W-2G from Morningstar, noting the Fair Market Value of the lot plus the withholding paid on his/her behalf.

11. What are the costs associated with the lot?

The winner will be responsible for annual HOA dues in the amount of \$1200 beginning January 2023, split into two payments, annually. (\$600 due in January and \$600 due in July)

12. May I claim my ticket as a tax deduction

The IRS has adopted the position that the purchase of raffle tickets is not deductible as a charitable donation for Federal income tax purposes.

13. How much of the proceeds actually go to Morningstar Children's Home?

The lot has been donated and all marketing costs covered by a generous donor, to support the care and services at Morningstar Children's Home. All proceeds from raffle ticket sales, minus funds to pay taxes and transfer the lot to

the winner, will go directly to Morningstar Children and Family Services and its mission: creating brighter futures for children.