



The Dahl
Creative hearts of Rapid City.

July 11, 2005

City of Rapid City
Jason Green, City Attorney
300 6th Street
Rapid City, SD 57701

Dear Mr. Green,

This letter is to ask acknowledgement from your office to hold a raffle within the City of Rapid City.

The Rapid City Arts Council is planning to hold a raffle in conjunction with the yearly dinner and fundraiser held on September 17, 2005. The dinner event is to be at Canyon Lake Receptions and Rentals. The Rapid City Arts Council is a not for profit federally recognized 501c(3) organization. See the attached letter as verification.

The mission of the Rapid City Arts Council is to present, promote and preserve the arts in the Black Hills region through education, exhibits, performances, collections, and administration of the Dahl Arts Center.

The money raised by this particular raffle goes to support our free family art days at the Dahl in 2006. The RCAC creates and funds six free family arts days a year. The Family Days include hands-on art experiences, cultural demonstrations, music and literature administered by art teachers and other arts professionals for community children accompanied by parents or family members.

Thank you for your time. Please call if this letter does not provide all the information needed to approve this request. I look forward to hearing from your office in regards to this matter.

Sincerely,

Darla Drew Lerdal
Dahl Arts Center Development and Program



Department of the Treasury

District Director

Internal Revenue Service

Date:

In reply refer to:

September 9, 1971 | StP:EO:71-1212 GGA:jp



▷ Rapid City Fine Arts Council, Inc.
Sixth & Kansas City
Rapid City, South Dakota 57701

Gentlemen:

Purpose: Educational

Accounting Period Ending: January 31

Based on information supplied and assuming your operations will be as stated in your exemption application, we have determined that you are exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code. Any change in your purposes, character or method of operation must be reported to us so we may consider the effect of the change on your exempt status. You must also report any change in your name and address.

Pending issuance of regulations under Section 509 of the Code, we are unable to make a determination as to whether you are a private foundation as defined in that section. Upon issuance of the regulations we will evaluate your application, make a determination as to your status under Section 509 of the Code and notify you of our decision.

You are required to file the annual return, Form 990, on or before the 15th day of the fifth month after the end of your annual accounting period. Failure to file the Form 990 by this date may subject you to a penalty of \$10 for each day during which such failure continues, up to a maximum of \$5,000.

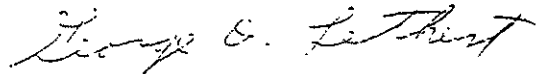
You are not required to file Federal income tax returns (Forms 1041, 1065 or 1120) so long as you retain your exempt status unless you are subject to the tax on unrelated business income imposed by Section 511 of the Code, in which case you are required to file a Form 990-T. In this letter we are not determining whether any of your present or proposed activities are unrelated trade or business as defined in Section 513 of the Code.

Contributions made to you are deductible by donors as provided in Section 170 of the Code. Bequests, legacies, devises, transfers and gifts to or for your use are deductible for Federal estate and gift tax purposes under the provisions of Sections 2055, 2106 and 2522 of the Code.

You are not liable for the tax imposed under the Federal Insurance Contributions Act (social security taxes) unless you file a waiver of exemption certificate as provided in such act. You are not liable for the taxes imposed under the Federal Unemployment Tax Act. Inquiries about the waiver of exemption certificate for social security taxes should be addressed to this office. Any questions concerning excise, employment or other Federal taxes may be directed to the nearest Internal Revenue Service office in your District.

This is a determination letter.

Very truly yours,



George C. Lethert
District Director