### AIRCRAFT SPONSOR PROGRAM

#### A. Historic Importance of Sponsorship

Within its first two decades of existence, the CAF attained one of its major goals, the acquisition of one of each major type of combat aircraft to serve with U.S. forces in World War II. Since that time the CAF has added other historic aircraft to its fleet. The principal funding for these acquisitions has come from the Aircraft Sponsorship Program, which was then, and continues to be, a key ingredient to the success of the CAF. At its core the CAF sponsorship program requires that all pilots to be sponsors. This is believed to stay true to the nature of the program since its inception. However, there are limited provisions and policies which allow non-sponsor pilots to operate CAF aircraft which will be addressed later.

The Aircraft Sponsor Program is intended to provide capital funds for the operation of CAF aircraft. All sponsor funds are deposited in the sponsored aircraft account at CAF Headquarters. These funds are available to the Airbase or Unit which the aircraft is assigned too. All sponsorships are treated as tax-deductible donations to the CAF. Sponsorships are not just for the individual. Airbases or Units may purchase sponsorships in their name to show their support of other units. Entities and corporations may purchase Sponsorships to show their support as well. Sponsorships may also be purchased and designated in the name of another.

It should also be mentioned that all sponsorships are kept in perpetuity so long as the aircraft is owned by the CAF. Although sponsors rights to fly CAF aircraft are not automatic, everyone should understand that sponsorships are never dissolved or dismissed. A sponsor will always be memorialized in their donation for a particular aircraft. This is also true when an aircraft is reassigned to another Airbase or Unit.

Each Airbase or Unit has responsibility to maintain and care for their aircraft. This includes financial responsibility. There are many instances where Airbases and Units use different financial models to help support their aircraft. Airbases and Units have the right to assess operational fees upon their sponsors in exchange for the right to fly the aircraft. Each Airbase or Unit can be different and it's important to talk with your local Unit about their program and sponsor expectations.

The Basic concepts which all Airbases and Units must follow are outlined in the following sections. Specific questions regarding financial or operational policies should be addressed to CAF Headquarters Finance or Operations departments or your local Unit Staff.

### CAF UNIT MANUAL SPONSORSHIP

### B. Aircraft Sponsorship Levels – All sponsorship level pricing can be found on table 6-1

- 1. Aircraft Sponsor The highest level of aircraft support is the Aircraft Sponsor. Donation amounts range from \$1,500 to \$10,000 depending on the aircraft model. Becoming an Aircraft Sponsor will allow you to become eligible for selection as a CAF pilot at the full sponsorship level.
- 2. **Restoration Sponsor** A second level of support is the Restoration Sponsor, who for a donation of from \$750 to \$5,000 shows their significant support for the restoration or continuing maintenance of a CAF aircraft.
- 3. **Supporting Sponsor -** The Supporting Sponsor is the third level in the Sponsor Program, and allows members to support an aircraft with donations from \$150 to \$1,000, again depending on the specific aircraft type.
- **Note:** Supporting and/or Restoration Sponsorships may be upgraded to Aircraft Sponsorship at any time which will qualify a pilot for pilot privileges.

### C. Requirements for All CAF Pilots

The following are terms and conditions required to become a pilot in the CAF.

- 1. **Privileges** <u>Aircraft Sponsorship does not guarantee pilot privileges</u>. Piloting CAF aircraft is a privilege. Lloyd Nolan established that fact in 1957. All CAF pilots must be approved and vetted by their local Airbase or Unit FEB. See CAFR 60-1 for details on pilot approval. This requirement is important as sponsorship does not automatically entitle an individual to a pilot checkout or continued pilot privileges in an aircraft.
- 2. Additional Costs Pilot Privileges may require additional costs. Many Sponsor Groups follow the model that requires pilots to pay fees above the sponsorship for aircraft expenses. This assessment to pilots is at the discretion of the Airbase or Unit. Particularly the decision resides at the level of the elected staff. An Airbase or Unit may also deny pilot privileges when circumstances or safety warrant it.
- 3. **Sponsor Pilot Activity** Sponsors who do not fly their sponsored CAF aircraft within 12 calendar months are considered inactive. Pilots who are Aircraft Sponsors may also resign their activity at any time, however the sponsorship is always in effect. The Airbase or Unit at their discretion may require an inactive pilot who wishes to resume flying their sponsored aircraft, to re-apply to the Airbase or Unit FEB through the process outlined in CAFR 60-1. The Airbase/Unit may retain the right to assess additional contributions to bring an inactive pilot current on fees or assessments.
- 4. **Airbase/Unit Policies** All Aircraft Sponsors who desire to fly CAF aircraft should always first consult their local Unit for any Unit policies and procedures.

Non-Sponsor Pilots are those who are granted privileges to pilot CAF aircraft and are not listed as an Aircraft Sponsor. All non-sponsor pilot privileges must be approved by the CAF VP of Operations. Applications for Non-Sponsor pilots can be submitted online at www.CAFoperations.org.

An Airbase/Unit must consider the consultation and consensus from the current list of active pilot sponsors prior to utilizing a non-sponsor pilot. The current list of active pilot sponsors must always be shown preference for aircraft scheduling and priority. Building consensus and understanding amongst all parties prior to requesting a non-sponsor pilot is important. Non-sponsor pilots do not have any official capacity or position as an aircraft sponsor.

The following terms and conditions must be met for the issuance of a Non-Sponsor pilot approval.

- 1. The applicant for non-sponsor pilot privileges must serve a need that cannot be met by the current active Pilot Sponsors This scenario is only applicable when the current list of active pilot sponsors cannot fulfill the mission timeline that is set forth by the Airbase/Unit Staff.
- 2. The Airbase/Unit operates a leased aircraft and they are requesting a pilot transition letter. The CAF does not accept Sponsorships for any leased aircraft. This is to preclude any conflict of interest.
- 3. A pilot is requesting transition, who is already a sponsor of another aircraft within the same Airbase/Unit. This scenario is utilized when a unit operates multiple aircraft. In this case a pilot who sponsors one aircraft in the unit may be granted non-sponsor pilot privileges for another aircraft within the same unit. The Airbase/Unit may use this request at their discretion. Airbases/Units are not obligated to request or grant non-sponsor pilots.

**Note**: CAF pilots who are qualified in a make and model and then requested to fly the same make and model of aircraft by a different unit is allowed. This scenario happens quite often and units utilize pilots from other units even though they may not sponsor that exact aircraft. This is approved without consultation from CAF HQ so long as the pilot meets the qualifications of CAFR 60-1. Airbase/Unit Operations Officers are the approval basis for these pilots to operate on a temporary and provisional basis.

### E. Airbases, Wings, & Squadrons

If you are sponsoring an aircraft that is assigned to a large Airbase/Wing or Squadron and you are one of many sponsors, your individual responsibility could be much <u>different</u> than if you belong to a smaller sponsor group. Your "fair share" will vary based on the Airbase/Unit of assignment's capability to support the aircraft at the time of need.

Many larger Airbases/Units have funds available from events that include airshows, hangar dances, and other fundraisers to support the aircraft. Additionally, many aircraft generate funds through appearance fees and ride programs. When there is a deficit, circumstances may dictate that the sponsors are asked to step forward and contribute to the needs of a specific aircraft. This decision for assessment will come from the Airbase/Unit elected staff.

Organizationally, the Airbase, Wing, or Squadron Staff is ultimately responsible for the safe operation, scheduling, maintenance, and financial support of its assigned aircraft. Optional officers may be appointed in Airbases/Units with Unit assigned aircraft to perform duties as delegated by the Unit Staff. This is to help facilitate coordination among the Pilot Sponsors for scheduling, training, and operational purposes. These optional officers are sometimes called Aircraft Liaisons, Aircraft Captains, Assistant Operations Officers or Aircraft Coordinators.

Aircraft Sponsors for aircraft which are assigned to Airbases, Wings, or Squadrons do not hold the ultimate decision making authority. The aircraft and its schedule, mission, and direction is always set by the Airbase/Unit Staff in their respective positions. This is in contrast and distinctly different than Aircraft Sponsor Groups.

When disputes arise, the Unit Staff along with the Pilot Sponsors must come to a compromise to ensure the continued safe operation is handled in a way that recognizes the support of the sponsors while meeting CAF policy and the operational requirements. The ultimate authority for decision making will always rest with the Airbase/Unit Staff.

### F. Aircraft Sponsor Groups

Aircraft Sponsor Groups are designed to be a Unit where all pilot sponsors have a vote. The intent of this Unit structure is that all pilots share in the cost to operate the aircraft and ultimately control its direction and mission within CAF guidelines.

Each Sponsor Group is required to designate an Aircraft Coordinator. The Aircraft Coordinator is responsible to provide leadership to the group and speak with one voice. The Aircraft Coordinator is not a dictator and must work within the limits of CAF policy. Each Aircraft Coordinator must find consensus and compromise in the group for the continued direction of the aircraft.

In special circumstances, (i.e. TORA Sponsor Group) operational, maintenance, and financial responsibility have been transferred directly to the sponsor (s) with prior coordination and approval of the President of the CAF.

### G. Airbases/Units with Multiple Aircraft

Airbases and Units which operate multiple aircraft may request special provisions for sponsorship. It is understandable that Airbase/Units utilize pilots in multiple aircraft within the Airbase/Unit and those pilots have already contributed a great deal of monetary contributions towards Aircraft Sponsorship. In this scenario, the Airbase/Unit may at their discretion request a Non-Sponsor Pilot approval. It should be understood however, that only those who contribute the required amount will be considered sponsors. Non-sponsor approval is not to be misunderstood as another type of sponsorship. It is not.

A very common scenario is to require pilots who already sponsor an Airbase/Unit aircraft and who wish to fly other aircraft within the Airbase/Unit, to sponsor the additional aircraft at the Supporting Sponsorship level. The Supporting Sponsor level is only 10% the cost of a full Aircraft Sponsor. This is allowed without express approval of CAF HQ so long as the information is recorded properly when the Airbase/Unit requests a Pilot Transition Letter from CAF HQ.

### H. Questions & Answers about the Sponsorship Program

The exact implementation and operation of the Sponsorship Program is spelled out in the various regulations and policies of the CAF. Overall guidance for the program comes from the President of the CAF, while the implementation is done by the CAF Headquarters Administrative Staff, especially Finance and Operations. If you have any specific questions regarding aircraft sponsorship, ask the advice of the CAF HQ Staff.

The following are examples of some of the more frequently asked questions about aircraft sponsorships:

1. If I am a Sponsor, can I fly?

**Yes,** if you meet the stringent requirements for a CAF pilot or crew rating in the aircraft, with the appropriate qualifications for experience, knowledge and skill, and if there is a need for additional active pilots or aircrews on the aircraft, as well as being approved and vetted by the Airbase/Unit FEB per CAFR 60-1.

2. Suppose I cannot qualify as a pilot or co-pilot? Can I still be involved with the aircraft?

**Yes,** Sponsors who are not a pilot are given priority for crew assignments and can become part of the aircraft's support team, as much as their individual time and experience permits.

3. Can I make time payments on an Aircraft or Restoration Sponsorship?

Yes, if you make an initial donation of at least ten percent (10%) of the cost of the sponsorship and indicate a schedule for the balance of the payments, not to exceed two (2) years. Your sponsor status, plaque and any privileges will be awarded upon completion of the payment schedule. (See Sponsorship checklist attached to the end of this Section.)

4. Can I make time payments on a Supporting Sponsorship?

**No.** This level of support, which is normally ten percent (10%) of the cost of a full Aircraft Sponsorship, must be paid in full in a single amount.

5. Can I trade my labor for a Sponsorship?

**No.** The intent of the Sponsor Program is to raise the necessary funds for the continued restoration and maintenance of the aircraft. This is becoming more expensive every year and takes cash. It is hoped that those sponsors with the necessary skill to help with restoration and maintenance will become members of the aircraft support team and give freely of their time and experience in our common goal to "keep them flying."

## CAF UNIT MANUAL SPONSORSHIP

6. Can I trade goods for a Sponsorship?

**No.** Sponsorships require a fund transfer into the aircraft's account to be valid, and to provide adequate documentation of the sponsor's donation for tax purposes. However, the sponsorship funds deposited in the aircraft account are immediately available to purchase those items needed to maintain or restore the aircraft. If a sponsor has an engine or other item that is needed by the aircraft that item may be purchased from him, with the agreement and approval of the Aircraft Coordinator and other Active Aircraft Sponsors.

7. Must I send the money to CAF Headquarters or can I just send the amount of the sponsorship for items needed by the aircraft in question?

### All sponsorship funds must be sent to CAF Headquarters clearly marked as being for a specific level of sponsorship for a specific aircraft. There are several reasons for this:

First, it is important that an "audit trail" be established to validate your donation for income tax credit. If you are audited by the IRS, and the donation questioned, the CAF Headquarters records will substantiate your donation. This is for your protection. Second, in some instances, CAF Headquarters or another CAF Unit may have available the part or components needed, and available at a fraction of the commercial cost. In such a case, your money may go much further toward restoring or repairing the aircraft, if it is placed in the aircraft's Headquarters account. The cost of the plaque, a processing fee and credit card fees (if applicable) will be deducted from the Sponsorship donation.

8. Is there anyone at CAF Headquarters who can advise me regarding the effect of my donation on my income tax?

No. Only your CPA or tax attorney can do that.

9. Can a corporation Sponsor an aircraft?

**Yes**, Such Sponsorships are encouraged as part of the continuing plan to endow the CAF fleet with adequate funds for restoration and maintenance in the future. All inquiries or other leads regarding potential Corporate Sponsors must be referred to CAF Headquarters, Vice President of Development, or the President of the CAF.

10. Does becoming an Aircraft Sponsor and having the appropriate flight experience guarantee that I can fly the aircraft?

**No.** Some CAF aircraft may currently have as many pilots or flight crewmembers as can be kept current, competent and safe for flight in the airshow environment. CAF Headquarters Operations can provide information about those CAF aircraft that may need additional Pilots Sponsors and air crews.

## CAF UNIT MANUAL SPONSORSHIP

11. Is my Sponsorship a "one time only" contribution?

It is if you wish to simply provide funds to support the aircraft and not participate actively with the aircraft. However, those Pilot Sponsors who act as pilots must continue to share the costs of the maintenance, restoration and operation of the aircraft each year, in order to remain qualified as an Active Pilot Sponsor.

12. May I sponsor more than one aircraft?

Yes. Many CAF members sponsor more than one aircraft.

13. Can a CAF Airbase/Unit sponsor an aircraft?

**Yes.** Although the Sponsor Program is intended primarily for individuals, some CAF Units have donated sponsorships on various CAF aircraft. Caution is urged, however, in the case of an Airbase/Unit sponsoring an aircraft assigned to that Unit and then allowing a number of members to fly or act as crewmembers on the aircraft. This can preclude other individual sponsorships, and is not in the true spirit and intent of the Sponsorship Program. For further information and guidelines on Unit sponsorships, contact CAF Headquarters Operations.

### I. Donations of Aircraft

1. General Guidelines

Donations of aircraft to the American Airpower Heritage Flying Museum and Commemorative Air Force have allowed the Ghost Squadron to grow to its current fleet of over 165 World War II and other historic aircraft. This growth has brought with it an increased burden for sponsors of all levels to care for these aircraft. The current policy of the CAF emphasizes the restoration and maintenance of the aircraft in our existing inventory as a primary goal. This policy does provide for controlled growth of the fleet, and the acceptance of donated aircraft is therefore under the guidance and authorization of the Administrative Staff as directed by the President of the CAF and the board of directors of the American Airpower Heritage Flying Museum.

- 2. Questions and Answers about Aircraft Donations. The following are examples of some of the more frequently asked questions about donations of aircraft:
  - a. Can I donate my aircraft to a CAF Airbase/Unit?

**No.** The aircraft operated by the CAF are owned by The American Airpower Heritage Flying Museum (AAHFM) and any donation must be made to that organization. CAF Airbase/Units are also not separate tax-exempt entities but rather branch offices of the Commemorative Air Force, and thus, cannot own the aircraft or other properties. Under certain circumstances, the donated aircraft may, at the discretion of the President of the CAF, be assigned to a CAF Airbase/Unit. Under IRS rules, however, the donor cannot attach conditions to the donation, nor can he specify the manner in which donated property can be used.

b. If I donate my aircraft, can I still fly it?

Yes. However, <u>under IRS rules</u>, there can be no special benefits given to the donor in trade for the donation. You will need to become an Aircraft Sponsor. If the donor of the aircraft

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qualifies under appropriate CAF regulations as a pilot on the aircraft, along with others of the same type in the CAF fleet, and if he is only one of a number of pilots assigned to that type aircraft, he may be authorized and assigned to fly the aircraft in question. The aircraft must be under the control of CAF Headquarters Operations, on an approved flight movement or mission, and the donor must receive no special treatment or consideration that could be construed as a benefit or privilege not received by other Active Aircraft Sponsor pilots in the CAF for that aircraft.

#### J. **Headquarters Assigned Aircraft**

The following general policy statements will apply to all aircraft assigned to Headquarters. These aircraft are open to sponsorship however; all new sponsors must understand that these policies will be mandatory. Although the sponsors will generally maintain all the privileges enjoyed by other sponsors of CAF aircraft, operational scheduling and maintenance will be controlled by Headquarters Operations Department.

The Vice President of Operations & Operations shall be the Aircraft Coordinator for all Headquarters assigned aircraft.

\*\*\*End of Section \*\*\*

### See Table 6-1 and the Aircraft Sponsorship Checklist form attached

# Table 6-1Aircraft Sponsorship Levels

	Supporting	Restoration	Aircraft
Aircraft	Sponsor	Sponsor	Sponsor
A-26	\$350	\$1,750	\$3,500
A6M3 Zero	\$1,000	\$5,000	\$10,000
AN-2	\$350	\$1,750	\$3,500
AT-19	\$150	\$750	\$1,500
AT-6/SNJ	\$350	\$1,750	\$3,500
B-17	\$350	\$1,750	\$3,500
B-24	\$350	\$1,750	\$3,500
B-25	\$350	\$1,750	\$3,500
B-29	\$350	\$1,750	\$3,500
Bell 47	\$500	\$2,500	\$5,000
BT-13/14/15	\$350	\$1,750	\$3,500
C-45	\$350	\$1,750	\$3,500
C-46	\$350	\$1,750	\$3,500
C-47/C-53/R4D	\$350	\$1,750	\$3,500
C-60	\$350	\$1,750	\$3,500
F8F	\$1,000	\$5,000	\$10,000
F6F	\$1,000	\$5,000	\$10,000
FG-1D/F4U	\$1,000	\$5,000	\$10,000
Fleet Finch	\$150	\$750	\$1,500
Fi-156	\$500	\$2,500	\$5,000
FM-2/F4F	\$1,000	\$5,000	\$10,000
F-24/UC-61	\$150	\$750	\$1,500
FW-44	\$150	\$750	\$1,500
L-2/L-3/L-4/L-5	\$150	\$750	\$1,500
L-16/L-17	\$150	\$750	\$1,500
Me-108	\$150	\$750	\$1,500
N3N	\$150	\$750	\$1,500
P-39	\$1,000	\$5,000	\$10,000
P-40	\$1,000	\$5,000	\$10,000
P-47	\$1,000	\$5,000	\$10,000
P-51	\$1,000	\$5,000	\$10,000
P-63	\$1,000	\$5,000	\$10,000
PBY	\$350	\$1,750	\$3,500
PT-13/17/N2S	\$150	\$750	\$1,500
PT-19/23/26	\$150	\$750	\$1,500
PT-22	\$150	\$750	\$1,500
S-105/108	\$150	\$750	\$1,500
SB2C	\$500	\$2,500	\$5,000
SBD	\$500	\$2,500	\$5,000
Spitfire	\$1,000	\$5,000	\$10,000
T-28	\$350	\$1,750	\$3,500
T-33	\$500	\$2,500	\$5,000
T-34	\$150	\$750	\$1,500
U-3	\$150	\$750	\$1,500
UC-78/T-50	\$150	\$750	\$1,500



COMMEMORATIVE AIR FORCE

### AIRCRAFT SPONSORSHIP CHECKLIST

(Rev. Jan. 2017)

AIRCRAFT TO BE SPONSORED		N#	
AIRCRAFT ASS	IGNED TO		
DO YOU INTEN	D TO PILOT THE AIRCRA	FT YES	NO
NAME SPONSO	RSHIP IS TO BE RECORDE	ED UNDER	
ADDRESS			
HOME PHONE_		BUSINESS PHONE	
TYPE OF SPONSORSHIP	TOTAL AMOUNT	DEFERRED PAYMENTS	AMOUNT OF INITIAL PAYMENT (10% MINIMUM)
AIRCRAFT SPONSOR	□ \$1,500 □ \$3,500 □ \$5,000 □ \$10,000	YES NO	
RESTORATION SPONSOR	□ \$750 □ \$1,750 □ \$2,500 □ \$5,000	YES NO	
SUPPORTING SPONSOR	□ \$150 □ \$350 □ \$500 □ \$1,000	DEFERRED PAYMENTS NOT AVAILABLE	XXX

Please use the form letter (on the reverse) for deferred payments to establish a payment schedule. The **new sponsor must complete this form** and return it to Headquarters to ensure the sponsorship account is established and monitored accurately.

All deferred payments must be completed within a two (2) year period. All sponsorship privileges are granted upon full payment of the total sponsorship funds. Deferred Sponsorships that are not paid in full within two years will be considered donations to the aircraft and will not be recognized as completed sponsorships.

All sponsorship privileges will be granted in accordance with Sec. 6 of the CAF Unit Manual.

If you have any questions, please contact CAF Headquarters.

COMMEMORATIVE AIR FORCE P.O. BOX 764769 DALLAS, TX 75376-9904

### DEAR SIR OR MADAM:

I wish to take advantage of the Sponsorship Deferred Payment Plan. I pledge my \$\_\_\_\_\_\_ sponsorship to the \_\_\_\_\_\_. I am placing \$\_\_\_\_\_\_ down (minimum of 10%) and will pay the remainder in \_\_\_\_\_\_ installments of \$\_\_\_\_\_.

Payments should be made at least quarterly; however, you may pay as often as you choose provided you meet your established payment schedule.

I am aware that my sponsorship wings, plaque and privileges will be granted upon completion of my obligations and that there will be no interest charged for participation under this plan.

Additionally, I understand that if I am not able to make the payment schedule indicated above, I must contact Headquarters and work out a payment option. Should I fail to meet the deferred sponsorship time limit of two (2) years, all funds will be considered a donation to the aircraft account.

NAME	COL. I.D
ADDRESS	
CITY	STATEZIP CODE
AIRCRAFT & N-NUMBER	
SIGNATURE	DATE
□ Payment enclosed.	
$\Box$ Charge my credit card $\Box$ One ' payments.	Time $\Box$ Monthly $\Box$ Quarterly $\Box$ Yearly until completion of t

Card Number

Exp. Date

Signature