

**Internal Revenue Service**

**Department of the Treasury**

**Date:** September 17, 2002

Trustees Of Free Public Library Of The  
Borough Of Hillsdale- Bergen County  
Hillsdale Free Public Library  
509 Hillsdale Ave.  
Hillsdale, NJ 07642-2700

**P. O. Box 2508**  
Cincinnati, OH 45201

**Person to Contact:**

Michelle Jones 31-07675  
Customer Service Specialist

**Toll Free Telephone Number:**

8:00 a.m. to 6:30 p.m. EST  
877-829-5500

**Fax Number:**

513-263-3756

**Employer Identification Number:**

01-0555640

Dear Sir or Madam:

This is in response to your request for information concerning your organization's exemption from Federal income tax.

As an instrumentality of a governmental unit, your organization is not subject to Federal income tax under the provisions of Section 115(1) of the Internal Revenue Code of 1954, which states in part:

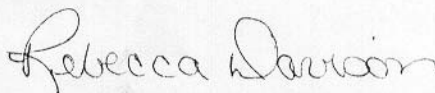
"Gross income does not include income derived from the exercise of any essential governmental function and accruing to a State or any political subdivision thereof ..."

Because your organization is an instrumentality of a governmental unit, its income is not taxable as explained above. Contributions to instrumentalities are deductible under Section 170(c)(1) of the Code.

Your organization is not liable for the tax imposed under the Federal Unemployment Tax Act (FUTA).

If you have any questions, please call us at the telephone number shown in the heading of this letter.

Sincerely,



for John E. Ricketts, Director, TE/GE  
Customer Account Services