

Memorandum

To: St. Agnes Families

From: Allison Adler, Development Director

Date: August 26, 2011

RE: NEW SCRIP Rebates and Tax Laws Allowing Tax Deductions

We have some very exciting news for our parents with regard to our Scrip program being a Tax Deduction for you AND the fact that we are going to start offering 50% of the REBATE we receive on each gift card back to you, the purchaser.

Here is how it will work. Enclosed you will find an agreement that you must sign and return for us to keep on file to meet IRS requirements. On this agreement you must indicate whether you want the entire amount of the rebate St. Agnes Scrip receives for the gift card purchases to go:

1. to the St. Agnes Scrip Program (tax deductible)
- OR
2. if you would like your 50 % of the rebate to go back to you in the form of cash or **tuition credit** for the following school year. (not tax deductible)

You may claim a deduction on your Federal Income Taxes ONLY if you decide to donate your portion of the rebate back to the school. At your request, forms will be provided annually showing the total amount of your charitable contribution.

We plan on implementing this new shared rebate program as soon as November 1, 2009. The Shared Rebate plan will require \$1,500.00 in total Scrip and Kroger combined purchases for the rebate refund to you to begin. BUT the rebate refund back to you will be for the entire \$1,500.00 plus all amounts purchased above that. Depending on the amount of purchases you make with Scrip Cards and at Kroger's you could potentially earn hundreds of dollars in credit back to you tuition bill or tax deductions depending on which route you choose for your rebate. The average rebate we receive from all Scrip cards is 5% , each rebate percent is listed both on the pink order form and on the shophwithscrip.com website. You can easily calculate the amount of your rebate by knowing you will receive one-half of the percentage listed for each scrip merchant card.

Please join in with the rest of our St. Agnes families in this new and exciting win-win situation for both the school and our families!!

Please contact me by email aadler@stagneswv.org or 304-925-4341 with any questions you have.