



## St. John the Baptist Scrip Program

### 90% Rebate Incentive

All families choosing to participate in the Scrip Program

**MUST complete a Scrip Program Agreement!**

By using scrip you can lower your SJB School tuition bill, reduce your SJB Faith Formation fee, support the Angel Fund or Endowment Fund all without spending a penny more than you already do.

How does Scrip work? It's simple - Scrip participating retailers agree to sell gift cards to our organization at a discount. Families, like yours, buy and use the gift cards at full face value. The discount from the retailer is kept as profit. The profit comes in the form of rebates you can apply towards tuition, fees or other tax deductible contributions as detailed below.

**Tuition/Fee Reduction** – You can apply up to 90% of the rebates earned from your purchases to reduce tuition, faith formation fees, mission trip expenses or other program fees; with the remaining 10% used for administrative expenses of the program. Below is a sample of how it works if you bought \$5,000 worth of scrip during the year and the average rebate was 4%:

Scrip Purchases	\$5,000			
Average Rebate	x 4 %			
Total Rebate	=	<u>\$200</u>		
	x 90% Fee Reduction	=	\$	180
	x 10% Administrative Fee	=	\$	20
	= 100% Total Rebate Distributed	=	\$	<u>200</u>

**Tax Deductible Contributions** – You can also choose to use your rebate, or portion of your rebate for as a tax deductible gift to the parish/school. We will provide you with the tax information on an annual basis.

**Designate Specific Programs for Your Tax Deductible Donation Portion of Scrip Rebate:** Our software allows us the ability to give you numerous choices of where you apply your earned rebate. A full list of options is included on the agreement on the reverse side.

The Scrip program fiscal year runs from July 1 through June 30. At the end of each fiscal year, you will receive a summary of your family's rebate earned.

To designate how you would like to apply your Scrip rebate, please complete and sign the attached Scrip Agreement. You will note that the agreement offers a "cash" rebate option. **This option is required by the IRS in order for your donations to be tax deductible and/or for the scrip program to offer a tuition / fee reduction option.** Without this option, our tuition / fee reduction program is noncompliant. Obviously, we are a non-profit charity whose members understand the need and "spirit" of donating. **If scrip program participants choose the "cash" rebate option, our scrip program could not exist.** The volunteer time and the capital invested by the parish in holding a scrip inventory only makes sense if our members contribute to school/parish programs. Please complete the form and return with your scrip purchase. You only need to complete the form once, unless you would like to change your rebate designations.

If you have questions, call Katie Kleiber (334-0572) or Pat Moriarity (526-8017), or email [sjbscrip@gmail.com](mailto:sjbscrip@gmail.com)