



Thank You, Farmers!!

JABA thanks all of you who will be participating this year in the End-Of-Market-Day Local Produce Donation Program. Below are a few information points for you. If you have any questions or need additional information do not hesitate to call JABA's Nutrition Manager, Judy Berger @ 434-817-5234 or jberger@jabacares.org

- Beginning May 9, the white JABA truck will be parked in the parking lot next to the market at the end of each Saturday market. You can't miss the big blue JABA lettering on the side of the truck.
- There will be someone there to receive your donated produce and assist you in filling out the short form (see attached). This form enables you to claim a federal tax deduction and qualify for a state tax credit.

Tax Deductions and Credits

Tax Deductions - You will receive a copy of the form you fill out each time you donate produce. Keep these forms as documentation for your federal tax deduction each year.

Tax Credits – The Neighborhood Assistance Program (NAP) was created by the 1981 General Assembly to encourage private sector involvement in the alleviation of poverty in Virginia. The ACT (Neighborhood Assistance Law) creates locally-designated and locally-implemented private sector solutions to social needs generally resolved only with public sector intervention. NAP emphasizes partnerships between the private and public sector to assist the economically deprived. State tax credits are provided as an incentive for the businesses and individuals to contribute directly to an approved nonprofit organization designed to benefit impoverished people. The St. Andrews Society is an approved organization and JABA will be working through them to make your donation eligible for the tax credits. All you need to have is a federal tax id number. Business contributions may be in the form of cash, goods, stock, real estate, professional services, contracting services and rent or lease of the participating nonprofit's facilities. In return for their contributions, businesses receive credits that may be applied against their state income tax liability.

As a business contributing directly to an approved NAP organization, you may receive a state tax credit for 40 percent of your total contribution. Tax credits may be available to you by making a donation of at least \$1,000 or no more than \$437,500 to an approved NAP organization. This means if you donate at least \$1,000 worth of produce over the course of the market season, you qualify to receive the credit.

Example: Minimum - \$1,000 donation X .40 = \$400 tax credit
Maximum - \$437,500 donation X .40 = \$175,000 tax credit per tax year

The actual amount of tax credits you receive will be based on a formula. Should there be more contributions than credits given by the state, the dollar amounts will be spread proportionately on a prorated basis.

Thank you again and we look forward to seeing you at the Market!!