

New tax credits



How the American Recovery and Reinvestment Act of 2009 will affect you

- The Making Work Pay Tax Credit will provide a refundable tax credit of up to \$400 for working individuals and \$800 for married taxpayers filing joint returns. If you receive a paycheck and pay income taxes, you will receive the credit through a reduction of your income taxes. If you do not have taxes withheld by an employer, you can claim the credit on your 2009 tax return.
- First-time homebuyers can claim a tax credit of up to \$8,000 with no repayment required.
- The sales tax paid for certain new cars purchased in 2009 may be deducted by taxpayers.
- New tax credits are also available for education expenses, unemployment compensation and energy conservation.
- For more information on the all of the provisions of the American Recovery and Reinvestment Act of 2009, log onto www.irs.gov.