

## Take Credit for Saving

When you contribute to your employer-sponsored retirement plan, you may be eligible to claim the "saver's credit" on your federal income-tax return. A tax credit reduces your tax liability dollar for dollar.

To qualify for the saver's credit, your income must fall within a certain range. The range depends on your tax filing status (see chart). The credit is for 50%, 20%, or 10% of up to \$2,000 of qualified retirement

savings contributions. If you are married and file a joint return, you and your spouse each may be able to claim the credit on up to \$2,000 of contributions.

Keep in mind that you have to be age 18 or over, must not be a full-time student, and can't be claimed as a dependent on another person's return if you are to claim the credit.

### 2010 Saver's Credit Income Ranges\*

Credit %	Married Filing Jointly	Head of Household	Single, Married Filing Separately
50%	\$33,500 or less	\$25,125 or less	\$16,750 or less
20%	\$33,501 - \$36,000	\$25,126 - \$27,000	\$16,751 - \$18,000
10%	\$36,001 - \$55,500	\$27,001 - \$41,625	\$18,001 - \$27,750
0%	over \$55,500	over \$41,625	over \$27,750

\* Income ranges are for 2010 and amounts may be adjusted for inflation in future tax years.

