

BREAKING NEWS!

Homebuyer Tax Credit Expanded! But You've Got to Move Quickly!



The "First Time Homebuyer Tax Credit has now been extended and expanded to include most Current Homeowners, as well!

- First Time Homebuyers, which means you haven't owned a primary residence for the past three years, can qualify for an \$8,000 tax credit for the purchase of a primary residence by April 30, 2010.
- Current Homeowners who have owned their homes 5 of the last 8 years can qualify for a \$6,500 tax credit on the purchase of a primary residence.
- You get the money even if you owe no taxes! And, as long as you keep the home for three years or more, you never have to pay it back!

Don't Miss This Opportunity!

Right Now is the Best Time Ever to Buy a Home:

- Prices just above Their Lowest Point ... *but are starting to go up!*
- Interest Rates are at Historic Lows.
- There are Many Government Supported Loan Options Available.
- Bank Owned Properties and Short Sales Offer Great Deals!
- And the U.S. Treasury Will Give You Up to \$8,000 to Do It!

People Who Buy Now
Will Benefit in the
Years to Come!

Contact Me to Learn
All the Details ...



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BREAKING NEWS: President Signs Homebuyer Tax Credit Extension

RISMEDIA, November 6, 2009 President Barack Obama has approved the first-time homebuyer tax credit extension which will extend the tax credit until April 30, 2010.

The extension is part of a \$24 billion economic stimulus bill that will extend the \$8,000 tax credit for homebuyers who are purchasing their first home from the current November 30 deadline and expands the program to offer a credit of \$6,500 to homeowners who have lived in their current home for at least five years and are seeking to relocate.

The following details apply to the homebuyer tax credit expansion:

Who is Eligible

- First-time homebuyers, who are defined by the law as buyers who have not owned a principal residence during the three-year period prior to the purchase, may be eligible for up to an \$8,000 tax credit.
- Existing homeowners who have been residing in their principal residence for five consecutive years out of the last eight and are purchasing a home to be their principal residence ("repeat buyer"), may be eligible for up to a \$6,500 tax credit.
- All U.S. citizens who file taxes are eligible to participate in the program.

Income Limits

- Homebuyers who file as single or head-of-household taxpayers can claim the full credit (\$8,000 for first-time buyers and \$6,500 for repeat buyers) if their modified adjusted gross income (MAGI) is less than \$125,000.
- For married couples filing a joint return, the combined income limit is \$225,000.
- Single or head-of-household taxpayers who earn between \$125,000 and \$145,000, and married couples who earn between \$225,000 and \$245,000 are eligible to receive a partial credit.
- The credit is not available for single taxpayers whose MAGI is greater than \$145,000 and married couples with a MAGI that exceeds \$245,000.

Effective Dates

The eligibility period for the tax credit is for homes purchased after Nov. 6, 2009, and before May 1, 2010. However, home purchases subject to a binding sales contract signed by April 30, 2010, will qualify for the tax credit provided closing occurs prior to July 1, 2010.

Types of Homes that Qualify

All homes with a purchase price of less than \$800,000 qualify, including newly-constructed or resale, and single-family detached, townhomes or condominiums, provided that the home will be used as their principal residence. Vacation home and rental property purchases do NOT qualify.

Tax Credit is Refundable

A refundable credit means that if the amount of income taxes you owe is less than the credit amount you qualify for, the government will send you a check for the difference. For example:

- A first-time buyer who qualifies for the full \$8,000 credit who owes \$5,000 in federal income taxes would pay nothing to the IRS and receive a \$3,000 payment from the government. If you are due to receive a \$1,000 refund, you would receive \$9,000 (\$1,000 plus the \$8,000 first-time homebuyer tax credit).
- A repeat buyer who owes \$5,000 would pay nothing to the IRS and receive \$1,500 back from the government. If you are due to get a \$1,000 refund, you would get \$7,500 (\$1,000 plus the \$6,500 repeat buyer tax credit).
- All qualified homebuyers can take the tax credit on their 2009 or 2010 income tax return.

Payback Provisions

The tax credit is a true credit. It does not have to be repaid unless the home owner sells or stops using the home as their principal residence within three years after the purchase.