

Catch a Break



Who says you can't get a break when you buy a new car? **The American Recovery and Reinvestment Act** may give you the break you're looking for – a deduction for state and local sales and excise taxes or other fees you pay when you buy a new car, light truck, motor home or motorcycle through 2009.

The deduction is limited to the first \$49,500 of the vehicle purchase price. The amount of the deduction starts phasing out if you make more than \$125,000, or \$250,000 if you're filing a joint return.

So you can buy now and get cash back on your tax return next year. Now doesn't that give you the drive to buy a new vehicle today?

Visit irs.gov/recovery.

