

\$8,000.00
FIRST-TIME HOMEBUYER TAX CREDIT
(EXTENDED TO MAY 1, 2010)
www.federalhousingtaxcredit.com

President Obama signed the homebuyer tax credit extension into law. The home must be purchased for less than \$800,000 before May 1, 2010. If you sign a binding contract to purchase a home before May 1st, you need to close on the transaction before July 1, 2010.

- “First time homebuyer” who has not owned a home in last three years, your tax credit will amount to 10% of the purchase price of your new home not to exceed \$8,000.
- “Current homeowners” who have lived in their primary home for 5 out of the past 8 years, your tax credit will amount to 10% of the purchase price of your new home not to exceed \$6,500.
- Single taxpayers with incomes up to \$125,000 and married couples with incomes up to \$225,000 qualify for the full tax credit.
- The tax credit does not need to be paid back if you continue living in the home as your primary residence for three years without selling it.

How to claim the tax credit

You claim the tax credit on your Federal Income Tax Return. Specifically, homebuyers should complete **IRS Form 5405** to determine their tax credit amount, and then claim this amount on Line 69 of their 1040 Income Tax Return. No other applications or forms are required, and no pre-approval is necessary. However, you will want to be sure that you qualify for the credit under the income limits and first-time homebuyer tests. Please note that you cannot claim the credit on Form 5405 for an intended purchase for some future date; it must be a completed purchase.



To apply for Mortgage Financing, please Contact Loan Services at your Aurora Credit Union (414) 649-7948, Toll-free (888) 530-9555, or visit our website at www.Aurora.org/CreditUnion