

There Is Still Time to Make Contributions That Qualify for a Saver's Tax Credit

The saver's credit helps offset part of the first \$2,000 workers voluntarily contribute to Individual Retirement Arrangements (IRAs) and to 401(k) plans and similar workplace retirement programs. Also known as the retirement savings contributions credit, the saver's credit is available in addition to any other tax savings that apply.

Eligible workers still have time to make qualifying retirement contributions and get the saver's credit on their 2008 tax return. People have until April 15, 2009, to set up a new IRA or add money to an existing IRA and still get credit for 2008. However, elective deferrals must be made by the end of the year to a 401(k) plan or similar workplace program

For more information, refer to the IRS' notice IR-2008-134

<http://www.irs.gov/newsroom/article/0,,id=200742,00.html>