



# New Horizon Financial Quarterly



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## *FISCALLY FIT*

### *IRA Season— How Should You Contribute?*

An Individual Retirement account is a useful tool to fund for your retirement.

Should you contribute to an IRA? If so, which type of IRA is right for you?

#### Types of IRAs

##### Traditional IRA

This type of IRA allows for the contribution of up to \$3000 per individual per year to fund for retirement. The amount of the contribution is greater if you are over age 55.

The Traditional IRA contributions are tax deductible and tax-deferred until they are withdrawn.

The Traditional IRA has eligibility rules as well as phase-out based on income levels.

##### Roth IRA

This type of IRA also allows for contributions of up to \$3000 per year for an individual. Where the Roth IRA differs from the Traditional IRA, however, is the tax treatment of the contributions and the distributions.

There are no tax deductions for the Roth IRA, and the growth of the IRA is tax-free after age 59 1/2. Starting in a Roth IRA at an early age can be a great way for a young person to accumulate without the

sting of the tax collector.

##### Coverdell IRA

This IRA is set up for your child's education. The contributions are not tax deductible, however, the growth on the account is tax free as long as the distributions are used for educational purposes.

The Educational purposes are broadly defined. Expenses can be as diverse as accredited camps, computers and computer supplies, tutoring etc.

As with the other types of IRAs, it is a good idea to check with your financial advisor to see which IRA works best for you.

### Next Issue

What is a  
529 plan and  
how can it  
help you  
and your  
children?

#### New to the New Horizon Family

- J. Ardito
- H. Grinberg
- C. Giamo
- D. Lomia
- G. Leonard
- J. Glass
- F. Briones

Thank you for the support. Please let your friends and family know about us.

Spread the word!

## Registering to Vote— Your Voice Counts



The Presidential Election in November is a heated race.

In this country we are blessed to be able to express our opinions and views without interference.

As silly as it may sound, one voice can make a difference. Let your voice be heard!

Registering to vote has been made easier. You can now register to vote online.

The website [www.beavoter.org](http://www.beavoter.org) has all the information that you need to register.

Click on your state and follow the directions. You have to register to vote by October 4th in New Jersey.

# Resume Do's And Dont's

Given today's competitive market place, your resume has to look sharper than ever. Recruiters and scanners take only 7-10 seconds to decide whether or not they want to call you in for an interview!

- **Be coherent**, concise, clear and positive, and use key terms.
- **Do your best to keep your resume to one page**; if you need to go to two pages, use the entire second page, not just 1/3 or 1/5 of it.
- **Do not include anything personal** and do not include your high school information.
- **Do not use any fancy font types** or creative elements, just use bold and bullets for emphasis. Don't go smaller than 10 points; use a font size between 10.5 and 12 points.
- **Use headers** such as *Professional Objective, Experience, Education, Technical Skills*, and, if they apply, *Affiliations, Associations, Licenses, Professional Development, and Languages*. Write your header in full caps bold.
- **Put dates on the right side of the page**. Use the tab key versus the space bar; you don't have to bold the employer's city, state or dates of employment, just bold the company name and your title.

For a free 30 minute consultation please call Christopher D'Marco from Change & Response Strategies at (646) 554-3100.

## New Horizon Financial [www.newhorizonfinancial.com](http://www.newhorizonfinancial.com)

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### *Kids Corner- Pennies to Dollars Made Easy*

To teach your child the power of compounding, try this experiment.

Take a penny on the first day of a month. Add the correct number of pennies each day so that you have double the amount of pennies than you did the previous day.

You will see how this number grows in just one month. Try this experiment with dollars and see better results!

While it might not be practical to conduct this experiment around day 18, this exercise is good for both parent and child. This will reinforce the idea that saving money verses spending money is not so bad.

This experiment is also great because the growth of money is tied into mathematics. Math in school might not be as much fun as watching your money grow!

