

# 2010 Tax-Exempt Income from Fidelity Funds

## Information for state tax reporting

We are sending this information to help you prepare your state income tax return. If you owned shares of any of the Fidelity funds listed in the table on the reverse side of this letter during 2010, then a portion of the tax-exempt interest dividend income you earned may be exempt from your state's income tax.

Fidelity calculates and reports in the "State/Local Tax-Exempt Income from Fidelity Funds" section of your 2010 Tax Reporting Statement the portion of tax-exempt interest income that may be exempt from your state and/or local income tax for the state-specific funds. You will need to calculate the portion of tax-exempt interest dividend income that may be exempt from your state income tax for the municipal funds that are **not** state-specific. To determine this amount, multiply the total interest dividend you received from the fund by the percentage listed in the table on the reverse side for the state in which you are filing your income tax returns. Although state tax laws differ, many states do not tax interest on bonds issued by their own state or municipalities within their own state, Puerto Rico, the Virgin Islands, or Guam. As such, unless the laws of your state require otherwise, you should add the percentages for these territories to the percentage for your given state.

The following example shows how Massachusetts investors who owned Fidelity Intermediate Municipal Income Fund would calculate that portion of the tax-exempt interest dividends they received from the fund that may be exempt from Massachusetts income tax. For the purpose of this example, assume an investor had an interest dividend distribution of \$1,000.00.

Tax-exempt interest distribution (from your 2010 Tax Statement)	Total percentage of qualifying interest dividends from MA and U.S. territories (from table) MA 2.84%, GUA 0.00%, VI 0.12%, PR 0.40%	Interest dividends you may be able to exclude on your state tax return
\$1,000.00	x 3.36%	= \$33.60

Interest dividends from municipal mutual funds are generally exempt from federal income taxes. Nonetheless, you are required to report this income on your 2010 federal income tax return.

Your state tax return will contain specific instructions for reporting dividends, including tax-exempt interest dividends. You may also wish to consult your tax advisor, who is most familiar with your circumstances and the laws of your home state.

If you have any questions, please call our Tax Reporting Line at **800-544-6666**.

Information provided is general and educational in nature and is based on federal tax laws, regulations, and interpretive guidance as in effect on August 25, 2010. It is not intended to be, and should not be, construed as legal or tax advice. Fidelity does not provide legal or tax advice. Laws of a specific state or laws relevant to a particular situation may affect the applicability, accuracy, or completeness of this information. Consult an attorney or tax advisor regarding your specific legal or tax situation.



This table below shows the income earned from the obligations of each state and territory as a percentage of the total interest dividend income earned by your fund during 2010.

STATE	Fidelity AMT Tax-Free Money Fund	Fidelity Intermediate Municipal Income Fund	Fidelity Municipal Income Fund	Fidelity Municipal Money Market Fund	Fidelity Short-Intermediate Municipal Income Fund	Fidelity Tax-Free Bond Fund	Fidelity Tax-Free Money Market
Alabama	0.95%	0.58%	0.34%	0.55%	0.91%	0.75%	0.63%
Alaska	1.56%	0.07%	0.11%	0.45%	0.22%	0.00%	1.13%
Arizona	2.39%	1.96%	1.91%	1.39%	3.17%	3.52%	2.23%
Arkansas	0.00%	0.00%	0.01%	0.62%	0.00%	0.49%	0.06%
California <sup>1</sup>	4.98%	14.50%	14.78%	5.12%	9.91%	16.86%	4.22%
Colorado	1.98%	1.36%	1.73%	2.34%	0.39%	1.35%	3.87%
Connecticut	2.57%	0.45%	0.07%	0.84%	2.06%	0.00%	1.79%
Delaware	0.62%	0.00%	0.00%	0.80%	0.01%	0.00%	0.17%
Florida	10.24%	7.57%	7.68%	7.43%	6.64%	6.89%	11.06%
Georgia	1.78%	3.39%	3.40%	2.91%	3.42%	2.56%	2.97%
Guam	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Hawaii	0.05%	0.95%	0.32%	0.04%	1.32%	0.00%	0.19%
Idaho	0.14%	0.19%	0.21%	0.12%	0.00%	0.56%	0.29%
Illinois <sup>1</sup>	5.23%	10.06%	11.39%	3.41%	9.11%	10.54%	5.48%
Indiana	2.70%	2.79%	3.04%	2.42%	2.93%	2.72%	2.27%
Iowa	0.91%	0.17%	0.32%	0.27%	0.18%	0.29%	0.70%
Kansas	0.46%	0.41%	0.57%	0.52%	0.85%	0.22%	0.23%
Kentucky	0.02%	1.26%	1.01%	2.61%	0.65%	0.80%	0.38%
Louisiana	1.16%	0.48%	0.91%	1.22%	0.38%	0.51%	2.20%
Maine	0.76%	0.30%	0.26%	0.34%	0.00%	0.35%	0.10%
Maryland	2.31%	1.02%	0.59%	0.97%	1.52%	0.68%	2.46%
Massachusetts	2.46%	2.84%	3.82%	1.57%	2.71%	1.54%	2.27%
Michigan	1.52%	2.22%	2.14%	1.77%	2.39%	3.51%	1.75%
Mississippi	0.44%	0.17%	0.07%	0.44%	0.25%	0.12%	0.84%
Missouri	1.21%	0.36%	0.17%	1.93%	0.33%	0.58%	1.00%
Montana	0.03%	0.16%	0.06%	0.09%	0.00%	0.24%	0.03%
Nebraska	0.63%	0.14%	0.38%	1.47%	0.48%	0.35%	1.09%
Nevada	1.47%	0.54%	0.51%	2.96%	2.22%	0.89%	1.88%
New Hampshire	0.30%	0.03%	0.35%	1.38%	0.01%	0.32%	0.20%
New Jersey	1.40%	2.16%	1.51%	1.62%	4.90%	1.27%	1.41%
New Mexico	0.51%	0.74%	0.19%	1.62%	0.91%	0.03%	0.94%
New York	2.35%	13.35%	11.71%	5.33%	17.09%	11.51%	4.42%
North Carolina	2.47%	0.81%	0.81%	2.84%	0.73%	0.94%	3.96%
North Dakota	0.00%	0.14%	0.78%	0.46%	0.15%	0.61%	0.00%
Ohio	3.13%	2.40%	2.02%	9.03%	3.39%	1.66%	2.31%
Oklahoma	0.06%	0.95%	0.45%	0.75%	0.78%	0.50%	0.35%
Oregon	1.85%	0.09%	0.34%	0.72%	0.63%	0.80%	2.30%
Pennsylvania	7.13%	3.52%	1.78%	4.01%	4.24%	1.40%	6.35%
Puerto Rico	0.00%	0.40%	0.98%	0.00%	0.77%	0.44%	0.00%
Rhode Island	0.68%	0.06%	0.21%	0.21%	0.36%	0.27%	0.47%
South Carolina	5.76%	0.78%	1.05%	1.88%	0.19%	1.09%	3.25%
South Dakota	0.00%	0.21%	0.09%	0.38%	0.02%	0.09%	0.15%
Tennessee	1.68%	1.44%	1.12%	1.58%	0.80%	0.78%	2.14%
Texas	12.75%	12.74%	11.63%	11.55%	7.72%	13.25%	11.60%
Utah <sup>2</sup>	0.73%	0.57%	0.56%	2.04%	0.97%	0.33%	2.06%
Vermont	0.00%	0.17%	0.28%	0.06%	0.08%	0.32%	0.00%
Virgin Islands	0.00%	0.12%	0.00%	0.00%	0.18%	0.00%	0.00%
Virginia	2.87%	0.77%	0.23%	2.72%	0.67%	0.51%	1.44%
Washington	2.74%	2.89%	5.18%	3.73%	1.13%	3.84%	1.34%
Washington, D.C.	1.73%	0.55%	1.38%	1.51%	0.80%	1.15%	1.99%
West Virginia	0.62%	0.15%	0.07%	1.10%	0.23%	0.15%	0.40%
Wisconsin	2.47%	0.58%	0.47%	0.85%	1.11%	0.57%	1.19%
Wyoming	0.00%	0.12%	0.18%	0.23%	0.00%	0.19%	0.00%

As always, consult with your tax advisor as to whether all or some portion of the dividend income derived from a fund's investment in municipal bonds issued by your home state and/or U.S. territories may be exempt from state income tax.

<sup>1</sup> Certain states require funds to meet in-state investment thresholds before a shareholder can exempt the income earned from bonds issued by his or her home state. In 2010, none of the funds listed above satisfied the thresholds imposed by California or Minnesota. Certain states, such as California, may require the payers of exempt interest dividends to report to the state tax authority any municipal bond interest and exempt-interest dividends paid to residents. Other states, such as Illinois, do not exempt interest earned from obligations issued by the state when held indirectly through a mutual fund.

<sup>2</sup> Utah residents should refer to the letter, mailed separately, that provides information on the treatment of distributions from Fidelity municipal funds based on Utah's state law. A copy of this letter is available in the online Tax Center on the Fidelity Fund-Specific Tax Information page.