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If you have any comments on this draft form, you can submit them to us on our web site. Include the word DRAFT in your response. You may make comments anonymously, or you may include your name and e-mail address or phone number. We will be unable to respond to all comments due to the high volume we receive. However, we will carefully consider each suggestion. So that we can properly consider your comments, please send them to us within 30 days from the date the draft was posted.

Form (Rev. December 2006) Department of the Treasury Internal Revenue Service

Name(s) shown on return

Welfare-to-Work Credit

► Attach to your tax return.

OMB No. 1545-1569

Attachment Sequence No. 107

Identifying number

Enter on the applicable line below the qualified first- or second-year wages paid or incurred during the tax year and multiply by the percentage shown for services of employees who began work for you before the date in the instructions, and are certified as long-term family assistance recipients. 1a a Qualified first-year wages × 35% (.35) 1b **b** Qualified second-year wages 50% (.50) 2 Add lines 1a and 1b. See instructions for the adjustment you must make for salaries and wages 3 Welfare-to-work credit from partnerships, S corporations, cooperatives, estates, and trusts. 3 Add lines 2 and 3. Cooperatives, estates, and trusts, go to line 5; partnerships and S corporations, report this amount on Schedule K; all others, report this amount on the applicable line of Form 4 3800 (e.g., line 1c of the 2006 Form 3800) Amount allocated to the patrons of the cooperative or the beneficiaries of the estate or trust (see 5 Cooperatives, estates, and trusts, subtract line 5 from line 4. Report the amount on the applicable line of Form 3800 (e.g., line 1c of the 2006 Form 3800) 6

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