

***Caution: DRAFT FORM***

This is an advance proof copy of an IRS tax form. It is subject to change and OMB approval before it is officially released. You can check the scheduled release date on our web site ([www.irs.gov](http://www.irs.gov)).

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.

**Education Credits**  
**(Hope and Lifetime Learning Credits)**

▶ See instructions.  
 ▶ Attach to Form 1040 or Form 1040A.

**2006**

Attachment  
 Sequence No. **50**

Name(s) shown on return

Your social security number

**Caution:** You *cannot* take the Hope credit and the lifetime learning credit for the **same student** in the same year.

**Part I Hope Credit. Caution:** You *cannot* take the Hope credit for more than **2** tax years for the **same student**.

1	(a) Student's name (as shown on page 1 of your tax return) First name ----- Last name	(b) Student's social security number (as shown on page 1 of your tax return)	(c) Qualified expenses (see instructions). <b>Do not</b> enter more than \$2,200* for each student.	(d) Enter the <b>smaller</b> of the amount in column (c) or \$1,100**	(e) Add column (c) and column (d)	(f) Enter one-half of the amount in column (e)

\* For each student who attended an eligible educational institution in the Gulf Opportunity Zone, **do not** enter more than \$4,400.  
 \*\* For each student who attended an eligible educational institution in the Gulf Opportunity Zone, enter the **smaller** of the amount in column (c) or \$2,200.

**2 Tentative Hope credit.** Add the amounts on line 1, column (f). If you are taking the lifetime learning credit for another student, go to Part II; otherwise, go to Part III . . . . . ▶ **2**

**Part II Lifetime Learning Credit**

3	(a) Student's name (as shown on page 1 of your tax return) First name ----- Last name	(b) Student's social security number (as shown on page 1 of your tax return)	(c) Qualified expenses (see instructions)

<b>4</b> Add the amounts on line 3, column (c), and enter the total . . . . .	<b>4</b>	
<b>5a</b> Enter the <b>smaller</b> of line 4 or \$10,000 . . . . .	<b>5a</b>	
<b>b</b> For students who attended an eligible educational institution in the Gulf Opportunity Zone, enter the smaller of \$10,000 or their qualified expenses included on line 4 (see special rules on page 3)	<b>5b</b>	
<b>c</b> Subtract line 5b from line 5a . . . . .	<b>5c</b>	
<b>6a</b> Multiply line 5b by 40% (.40) . . . . .	<b>6a</b>	
<b>b</b> Multiply line 5c by 20% (.20) . . . . .	<b>6b</b>	
<b>c Tentative lifetime learning credit.</b> Add lines 6a and 6b and go to Part III . . . . .	<b>6c</b>	

**Part III Allowable Education Credits**

<b>7</b> Tentative education credits. Add lines 2 and 6c . . . . .	<b>7</b>	
<b>8</b> Enter: \$110,000 if married filing jointly; \$55,000 if single, head of household, or qualifying widow(er) . . . . .	<b>8</b>	
<b>9</b> Enter the amount from Form 1040, line 38*, or Form 1040A, line 22 . . . . .	<b>9</b>	
<b>10</b> Subtract line 9 from line 8. If zero or less, <b>stop</b> ; you cannot take any education credits . . . . .	<b>10</b>	
<b>11</b> Enter: \$20,000 if married filing jointly; \$10,000 if single, head of household, or qualifying widow(er) . . . . .	<b>11</b>	
<b>12</b> If line 10 is equal to or more than line 11, enter the amount from line 7 on line 13 and go to line 14. If line 10 is less than line 11, divide line 10 by line 11. Enter the result as a decimal (rounded to at least three places) . . . . .	<b>12</b>	× .
<b>13</b> Multiply line 7 by line 12 . . . . . ▶	<b>13</b>	
<b>14</b> Enter the amount from Form 1040, line 46, or Form 1040A, line 28 . . . . .	<b>14</b>	
<b>15</b> Enter the total, if any, of your credits from Form 1040, lines 47 through 49, or Form 1040A, lines 29 and 30 . . . . .	<b>15</b>	
<b>16</b> Subtract line 15 from line 14. If zero or less, <b>stop</b> ; you cannot take any education credits . . . . .	<b>16</b>	
<b>17 Education credits.</b> Enter the <b>smaller</b> of line 13 or line 16 here and on Form 1040, line 50, or Form 1040A, line 31 . . . . .	<b>17</b>	

\* If you are filing Form 2555, 2555-EZ, or 4563, or you are excluding income from Puerto Rico, see Pub. 970 for the amount to enter.