

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).

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.

Part III**Dependent care benefits**

14	Enter the total amount of dependent care benefits you received for 2007. This amount should be shown in box 10 of your Form(s) W-2. Do not include amounts that were reported to you as wages in box 1 of Form(s) W-2.	14		
15	Enter the amount, if any, you carried over from 2006 and used in 2007 during the grace period. See the instructions.	15		
16	Enter the amount, if any, you forfeited or carried forward to 2008. See the instructions.	16	()
17	Combine lines 14 through 16. See the instructions.	17		
18	Enter the total amount of qualified expenses incurred in 2007 for the care of the qualifying person(s).	18		
19	Enter the smaller of line 17 or 18.	19		
20	Enter your earned income . See the instructions.	20		
21	Enter the amount shown below that applies to you. <ul style="list-style-type: none"> • If married filing jointly, enter your spouse's earned income (if your spouse was a student or was disabled, see the instructions for line 5). • If married filing separately, see the instructions for the amount to enter. • All others, enter the amount from line 20. 	21		
22	Enter the smallest of line 19, 20, or 21.	22		
23	Excluded benefits. Enter here the smaller of the following: <ul style="list-style-type: none"> • The amount from line 22, or • \$5,000 (\$2,500 if married filing separately and you were required to enter your spouse's earned income on line 21). 	23		
24	Taxable benefits. Subtract line 23 from line 17. Also, include this amount on Form 1040A, line 7. In the space to the left of line 7, enter "DCB."	24		
To claim the child and dependent care credit, complete lines 25–29 below.				
25	Enter \$3,000 (\$6,000 if two or more qualifying persons).	25		
26	Enter the amount from line 23.	26		
27	Subtract line 26 from line 25. If zero or less, stop . You cannot take the credit. Exception. If you paid 2006 expenses in 2007, see the instructions for line 9.	27		
28	Complete line 2 on the front of this schedule. Do not include in column (c) any benefits shown on line 23 above. Then, add the amounts in column (c) and enter the total here.	28		
29	Enter the smaller of line 27 or 28. Also, enter this amount on line 3 on the front of this schedule and complete lines 4–13.	29		

