

# Qualified Adoption Expenses

Department of the Treasury  
Internal Revenue Service

▶ Attach to Form 1040 or 1040NR.  
▶ See separate instructions.

Name(s) shown on return

Your social security number

**Before you begin:** See **Definitions** on page 1 of the instructions.

**Part I Information About Your Eligible Child or Children—You must complete this part.** See page 2 of the instructions for details, including what to do if you need more space.

1	(a) Child's name First Last		(b) Child's year of birth	Check if child was—			(f) Child's identifying number
				(c) born before 1990 and disabled	(d) a child with special needs	(e) a foreign child	
Child 1				<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Child 2				<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

**Caution.** If the child was a foreign child, see **Special rules** in the instructions for line 1, column (e), that begin on page 2, before you complete Part II or Part III. If you received **employer-provided adoption benefits**, complete Part III on the back next.

**Part II Adoption Credit**

	Child 1	Child 2	
2 Maximum adoption credit per child . . . . .	\$11,390	00	\$11,390 00
3 Did you file Form 8839 for a prior year for the same child? <input type="checkbox"/> <b>No.</b> Enter -0-. <input type="checkbox"/> <b>Yes.</b> See page 4 of the instructions for the amount to enter.			
4 Subtract line 3 from line 2 . . . . .			
5 <b>Qualified adoption expenses</b> (see page 4 of the instructions) . . . . . <b>Caution.</b> Your qualified adoption expenses may not be equal to the adoption expenses you paid in 2007.			
6 Enter the <b>smaller</b> of line 4 or line 5 . . . . .			
7 Add the amounts on line 6. If zero, skip lines 8 through 11 and enter -0- on line 12 . . . . .			
8 Modified adjusted gross income (see page 4 of the instructions) . . . . .			
9 Is line 8 more than \$170,820? <input type="checkbox"/> <b>No.</b> Skip lines 9 and 10, and enter -0- on line 11. <input type="checkbox"/> <b>Yes.</b> Subtract \$170,820 from line 8 . . . . .			
10 Divide line 9 by \$40,000. Enter the result as a decimal (rounded to at least three places). Do not enter more than 1.000 . . . . .			×
11 Multiply line 7 by line 10 . . . . .			
12 Subtract line 11 from line 7 . . . . .			
13 Credit carryforward from prior years (line 23 of your <b>Credit Carryforward Worksheet</b> on page 5 of the <b>2006</b> Form 8839 instructions) . . . . .			
14 Add lines 12 and 13 . . . . .			
15 Enter the amount from Form 1040, line 46, or Form 1040NR, line 43 . . . . .			
16 <b>1040 filers:</b> Enter the total of any amounts from Form 1040, lines 47 through 49, line 51, and line 53; line 12 of the Line 11 Worksheet in Pub. 972 (see page 4 of the instructions); Form 8396, line 11; and Form 5695, line 15. <b>1040NR filers:</b> Enter the total of any amounts from Form 1040NR, lines 44, 46, and 48; line 12 of the Line 11 Worksheet in Pub. 972 (see page 4 of the instructions); Form 8396, line 11; and Form 5695, line 15.			
17 Subtract line 16 from line 15 . . . . .			
18 <b>Adoption credit.</b> Enter the smaller of line 14 or line 17 here and include on Form 1040, line 54, or Form 1040NR, line 49. Check box <b>c</b> on that line. If line 17 is smaller than line 14, you may have a credit carryforward (see page 4 of the instructions) . . . . .			

**Part III Employer-Provided Adoption Benefits**

		Child 1		Child 2			
<b>19</b>	Maximum exclusion per child . . . . .	<b>19</b>	\$11,390 00		\$11,390 00		
<b>20</b>	Did you receive employer-provided adoption benefits for a prior year for the same child? <input type="checkbox"/> <b>No.</b> Enter -0-. <input type="checkbox"/> <b>Yes.</b> See page 5 of the instructions for the amount to enter.	<b>20</b>					
<b>21</b>	Subtract line 20 from line 19 . . . . .	<b>21</b>					
<b>22</b>	Employer-provided adoption benefits you received in 2007. This amount should be shown in box 12 of your 2007 Form(s) W-2 with code <b>T</b> . . . . .	<b>22</b>					
<b>23</b>	Add the amounts on line 22 . . . . .					<b>23</b>	
<b>24</b>	Enter the <b>smaller</b> of line 21 or line 22. But if the child was a child with special needs and the adoption became final in 2007, enter the amount from line 21 . . . . .	<b>24</b>					
<b>25</b>	Add the amounts on line 24. If zero, skip lines 26 through 29, enter -0- on line 30, and go to line 31 . . . . .			<b>25</b>			
<b>26</b>	Modified adjusted gross income (from the worksheet on page 6 of the instructions) . . . . .	<b>26</b>					
<b>27</b>	Is line 26 more than \$170,820? <input type="checkbox"/> <b>No.</b> Skip lines 27 and 28, and enter -0- on line 29. <input type="checkbox"/> <b>Yes.</b> Subtract \$170,820 from line 26 . . . . .	<b>27</b>					
<b>28</b>	Divide line 27 by \$40,000. Enter the result as a decimal (rounded to at least three places). Do not enter more than 1.000 . . . . .			<b>28</b>	×		
<b>29</b>	Multiply line 25 by line 28 . . . . .			<b>29</b>			
<b>30</b>	<b>Excluded benefits.</b> Subtract line 29 from line 25 . . . . .					<b>30</b>	
<b>31</b>	<b>Taxable benefits.</b> Is line 30 more than line 23? <input type="checkbox"/> <b>No.</b> Subtract line 30 from line 23. Also, include this amount, if more than zero, on line 7 of Form 1040 or line 8 of Form 1040NR. On the dotted line next to line 7 of Form 1040 or line 8 of Form 1040NR, enter "AB." <input type="checkbox"/> <b>Yes.</b> Subtract line 23 from line 30. Enter the result as a negative number. Reduce the total you would enter on line 7 of Form 1040 or line 8 of Form 1040NR by the amount on Form 8839, line 31. Enter the result on line 7 of Form 1040 or line 8 of Form 1040NR. Enter "SNE" on the dotted line next to the entry line.					<b>31</b>	

You may be able to claim the adoption credit in Part II on the front of this form if any of the following apply.



- You paid adoption expenses in 2006, those expenses were not fully reimbursed by your employer or otherwise, and the adoption was not final by the end of 2006.
- The total adoption expenses you paid in 2007 were not fully reimbursed by your employer or otherwise, and the adoption became final in 2007 or earlier.
- You adopted a child with special needs and the adoption became final in 2007.