

Before you begin:

- Complete the Earned Income Worksheet, later in this publication.
- **1040 and 1040-SR filers.** Complete line 18a; Schedule 2, line 5; and Schedule 3, line 11 of your return if they apply to you.
- **1040-NR filers.** Complete lines 56 and 67 of your return if they apply to you.

CAUTION! Use this worksheet only if you answered "Yes" on line 14 of the Child Tax Credit and Credit for Other Dependents Worksheet earlier, and are not filing Form 2555.

1. Enter the amount from line 10 of the Child Tax Credit and Credit for Other Dependents Worksheet . . . 1 _____

2. Number of qualifying children under 17 with the required social security number: _____ x \$1,400. Enter the result 2 _____

TIP: The number of children you use for this line is the same as the number of children you used for line 1 of the Child Tax Credit and Credit for Other Dependents Worksheet.

3. Enter your earned income from line 7 of the Earned Income Worksheet 3 _____

4. Is the amount on line 3 more than \$2,500?

No. Leave line 4 blank, enter -0- on line 5, and go to line 6.

Yes. Subtract \$2,500 from the amount on line 3. Enter the result 4 _____

5. Multiply the amount on line 4 by 15% (0.15) and enter the result 5 _____

6. On line 2 of this worksheet, is the amount \$4,200 or more?

No.

- If line 2 or line 5 above is zero, enter the amount from line 1 above on line 14 of this worksheet. Do not complete the rest of this worksheet. Instead, go back to the Child Tax Credit and Credit for Other Dependents Worksheet and do the following. Enter -0- on line 14, and complete lines 15 and 16.
- If both line 2 and line 5 are more than zero, leave lines 7 through 10 blank, enter -0- on line 11, and go to line 12.

Yes. If line 5 above is equal to or more than line 1 above, leave lines 7 through 10 blank, enter -0- on line 11, and go to line 12. Otherwise, go to line 7.

If married filing jointly, include your spouse's amounts with yours when completing lines 7 and 8.

7. If your employer withheld or you paid Additional Medicare Tax or Tier 1 RRTA taxes, use the Additional Medicare Tax and RRTA Tax Worksheet to figure the amount to enter; otherwise enter the total of the following amounts from Form(s) W-2 . . . 7 _____

- Social security tax withheld from box 4, and
- Medicare tax withheld from box 6.

8. **1040 and 1040-SR filers.** Enter the total of any -
• Amounts from Schedule 1, line 14, and Schedule 2, line 5; and
• Any taxes that you identified using code "UT" and entered on Schedule 2, line 8. } 8 _____

- 1040-NR filers.** Enter the total of any -
• Amounts from Form 1040-NR, lines 27 and 56; and
• Any taxes that you identified using code "UT" and entered on line 60.

9. Add lines 7 and 8. Enter the total 9 _____

10. **1040 and 1040-SR filers.** Enter the total of the amounts from Form 1040 or 1040-SR, line 18a, and Schedule 3, line 11. } 10 _____

1040-NR filers. Enter the amount from Form 1040-NR, line 67.

11. Subtract line 10 from line 9. If the result is zero or less, enter -0- 11 _____

12. Enter the **larger** of line 5 or line 11 12 _____

13. Enter the **smaller** of line 2 or line 12. 13 _____

14. Is the amount on line 13 of this worksheet more than the amount on line 1?

No. Subtract line 13 from line 1. Enter the result. } 14 _____

Yes. Enter -0-.

Next, figure the amount of any of the following credits that you are claiming.

- Mortgage interest credit, Form 8396.
- Adoption credit, Form 8839.
- Residential energy efficient property credit, Form 5695, Part I.
- District of Columbia first-time homebuyer credit, Form 8859.

Then, go to line 15.

15. Enter the total of the amounts from -
• Form 8396, line 9, and
• Form 8839, line 16, and
• Form 5695, line 15, and
• Form 8859, line 3. } 15 _____

Enter this amount on line 14 of the Child Tax Credit and Credit for Other Dependents Worksheet.