

Qualified Adoption Expenses

Department of the Treasury
Internal Revenue Service

▶ Attach to Form 1040 or 1040A.

2000
Attachment
Sequence No. **38**

▶ See separate instructions.

Name(s) shown on return

Your social security number

Before you begin: You need to understand the following terms. See **Definitions** on page 1 of the instructions.

- **Eligible Child**
- **Employer-Provided Adoption Benefits**
- **Qualified Adoption Expenses**

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

1	(a) Child's name		(b) Child's year of birth	Check if child was—			(f) Child's identifying number
				(c) born before 1982 and was disabled	(d) a child with special needs	(e) a foreign child	
	First	Last					
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), 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 Enter \$5,000 (\$6,000 for a child with special needs)	2			
3 Did you file a 1997, 1998, or 1999 Form 8839? <input type="checkbox"/> No. Enter -0-. <input type="checkbox"/> Yes. See the instructions for the amount to enter.	3			
4 Subtract line 3 from line 2	4			
5 Enter the total qualified adoption expenses you paid in: ● 1999 if the adoption was not final by the end of 2000. ● 1999 and 2000 if the adoption was final in 2000. ● 2000 if the adoption was final before 2000.	5			
6 Enter the smaller of line 4 or line 5	6			
7 Add the amounts on line 6. If zero, skip lines 8-11 and enter -0- on line 12			7	
8 Enter your modified adjusted gross income (see instructions)	8			
9 If line 8 is \$75,000 or less, skip lines 9 and 10 and enter -0- on line 11. If line 8 is over \$75,000, subtract \$75,000 from the amount on line 8	9			
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"	10		X	
11 Multiply line 7 by line 10	11			
12 Subtract line 11 from line 7	12			
13 Carryforward of adoption credit to 2000 (see instructions)	13			
14 Add lines 12 and 13. Then, see the instructions for the amount of credit to enter on Form 1040, line 48, or Form 1040A, line 31	14			

Part III Employer-Provided Adoption Benefits

	Child 1	Child 2	
15 Enter \$5,000 (\$6,000 for a child with special needs)	15		
16 Did you receive employer-provided adoption benefits for 1997, 1998, or 1999? <input type="checkbox"/> No. Enter -0-. <input type="checkbox"/> Yes. See the instructions for the amount to enter. }	16		
17 Subtract line 16 from line 15. If zero or less, enter -0-	17		
18 Enter the total amount of your employer-provided adoption benefits received in 2000. This amount should be shown in box 13 of your 2000 W-2 form(s) with code T	18		
19 Add the amounts on line 18			19
20 Enter the smaller of line 17 or line 18	20		
21 Add the amounts on line 20. If zero, skip lines 22-25, enter -0- on line 26, and go to line 27		21	
22 Enter your modified adjusted gross income (from the worksheet in the instructions)	22		
23 If line 22 is \$75,000 or less, skip lines 23 and 24 and enter -0- on line 25. If line 22 is over \$75,000, subtract \$75,000 from the amount on line 22	23		
24 Divide line 23 by \$40,000. Enter the result as a decimal (rounded to at least three places). Do not enter more than "1.000"	24	×	
25 Multiply line 21 by line 24		25	
26 Excluded benefits. Subtract line 25 from line 21			26
27 Taxable benefits. Subtract line 26 from line 19. Also, include this amount on Form 1040, line 7, or Form 1040A, line 7. On the line next to line 7, enter "AB"			27

If the total adoption expenses you paid in 2000 were not fully reimbursed by your employer **and** the adoption was final in or before 2000, you may be able to claim the adoption credit in Part II on the front of this form.

