



# WHAT'S NEW

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## IRS FORMS and INSTRUCTIONS and NOTICES 2007

### Qualified Mortgage Insurance Premiums Deduction Worksheet Schedule A Itemized Deductions Line 13

<b>Before you begin:</b> ✓ See the instructions for line 13 above to see if you must use this worksheet to figure your deduction.	
1. Enter the total premiums you paid in 2007 for qualified mortgage insurance for a contract issued in 2007 .....	1. _____
2. Enter the amount from Form 1040, line 38 .....	2. _____
3. Enter \$100,000 (\$50,000 if married filing separately) .....	3. _____
4. Is the amount on line 2 more than the amount on line 3? <input type="checkbox"/> <b>No.</b> Your deduction is not limited. Enter the amount from line 1 above on Schedule A, line 13. <b>Do not</b> complete the rest of this worksheet. <input type="checkbox"/> <b>Yes.</b> Subtract line 3 from line 2. If the result is not a multiple of \$1,000 (\$500 if married filing separately), increase it to the next multiple of \$1,000 (\$500 if married filing separately). For example, increase \$425 to \$1,000, increase \$2,025 to \$3,000; or if married filing separately, increase \$425 to \$500, increase \$2,025 to \$2,500, etc. ....	4. _____
5. Divide line 4 by \$10,000 (\$5,000 if married filing separately). Enter the result as a decimal. If the result is 1.0 or more, enter 1.0 .....	5. _____
6. Multiply line 1 by line 5 .....	6. _____
7. <b>Qualified mortgage insurance premiums deduction.</b> Subtract line 6 from line 1. Enter the result here and on Schedule A, line 13 .....	7. _____

Qualified mortgage insurance is mortgage insurance provided by the Department of Veterans Affairs, the Federal Housing Administration, or the Rural Housing Service, and private mortgage insurance (as defined in section 2 of the Homeowners Protection Act of 1998 as in effect on December 20, 2006).

#### Limit on amount you can deduct.

You cannot deduct your mortgage insurance premiums if the amount on Form 1040, line 38, is more than \$109,000 (\$54,500 if married filing separately). If the amount on Form 1040, line 38, is more than \$100,000 (\$50,000 if married filing separately), your deduction is limited and you must use the worksheet to figure your deduction.