



WHAT'S NEW

PRE THE

IRS FORMS and INSTRUCTIONS and NOTICES

2007

Standard Deduction Worksheet for Dependents – Form 1040 Line 40

1. Is your **earned income*** more than \$550?

Yes. Add \$300 to your earned income. Enter the total

No. Enter \$850

..... 1. _____

2. Enter the amount shown below for your filing status.

- Single or Married filing separately - \$5,150
- Married filing jointly or qualifying widow(er) - \$10,300
- Head of household - \$7,550

..... 2. _____

3. **Standard deduction.**

a. Enter the **smaller** of line 1 or line 2. If born after January 1, 1942, and not blind, **stop here** and enter this amount on Form 1040, line 40. Otherwise, go to line 3b 3a. _____

b. If born before January 2, 1942, or blind, multiply the number on Form 1040, line 39a, by \$1,000 (\$1,250 if single or head of household) 3b. _____

c. Add lines 3a and 3b. Enter the total here and on Form 1040, line 40 3c. _____

Use this worksheet **only** if someone else can claim you,
or your spouse if filing jointly,
as a dependent.

***Earned income** includes wages, salaries, tips, professional fees,
and other compensation received for personal services you performed.
It also includes any amount received as a scholarship that you must include in your income.
Generally, your earned income is the total of the amount(s) you reported on
Form 1040, lines 7, 12, and 18, minus the amount, if any, on line 27.