

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP**

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

OMB APPROVAL	
OMB Number:	3235-0287
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1. Name and Address of Reporting Person* <u>MCDUGALL LINDA M</u>  (Last) (First) (Middle) 4400 MAIN STREET  (Street) KANSAS CITY MO 64111  (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol <u>H&amp;R BLOCK INC [ HRB ]</u>	5. Relationship of Reporting Person(s) to Issuer (Check all applicable)  Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) <u>Vice President, Communications</u>
	3. Date of Earliest Transaction (Month/Day/Year) 12/29/2005	
	4. If Amendment, Date of Original Filed (Month/Day/Year)	6. Individual or Joint/Group Filing (Check Applicable Line)  <input checked="" type="checkbox"/> Form filed by One Reporting Person  Form filed by More than One Reporting Person

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)		4. Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5)			5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock, without par value	12/29/2005		P		7,000	A	\$24.31	12,121.375	D	

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)**

1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	4. Transaction Code (Instr. 8)		5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	V	(A)	(D)	Date Exercisable	Expiration Date					
Call Option to Purchase	\$8.1875							06/30/1997	06/30/2006	Common Stock, without par value	20,000	20,000	D	
Call Option to Purchase	\$8.0625							06/30/1998	06/30/2007	Common Stock, without par value	13,752	13,752	D	
Call Option to Purchase	\$10.5313							06/30/1999	06/30/2008	Common Stock, without par value	6,696	6,696	D	
Call Option to Purchase	\$12.5							06/30/2002	06/30/2009	Common Stock, without par value	18,000	18,000	D	
Call Option to Purchase	\$8.0938							06/30/2003	06/30/2010	Common Stock, without par value	8,024	8,024	D	
Call Option to Purchase	\$16.1375							06/30/2004	06/30/2011	Common Stock, without par value	8,630	8,630	D	
Call Option to Purchase	\$23.075							06/30/2004	06/30/2012	Common Stock, without par value	9,334	9,334	D	
Call Option to Purchase	\$21.625							06/30/2004	06/30/2013	Common Stock, without par value	4,000	4,000	D	
Call Option to Purchase	\$23.84							06/30/2005	06/30/2014	Common Stock, without par value	5,000	5,000	D	
Call Option to Purchase	\$29.175							06/30/2006	06/30/2015	Common Stock, without par value	5,600	5,600	D	

Explanation of Responses:

Remarks:

By: Bret G. Wilson per Power 01/03/2006  
of Attorney

\*\* Signature of Reporting Person      Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

\* If the form is filed by more than one reporting person, see Instruction 4 (b)(v).

\*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

**Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.**