

CA California Adjustments

1987

Important: Attach this schedule and a copy of your federal income tax return to Form 540.

PART I ADJUSTMENTS TO FEDERAL ADJUSTED GROSS INCOME

Step 1 Subtractions	1 State income tax refund from federal Form 1040, line 11	1	
	2 Unemployment compensation from federal Form 1040, line 19 or Form 1040A, line 9	2	
	3 Social security benefits from federal Form 1040, line 20b	3	
	4 California nontaxable interest income. See instructions	4	
	5 Railroad retirement benefits and sick pay. See instructions	5	
	6 California Lottery winnings. See instructions	6	
	7 IRA distributions. See instructions	7	
	8 Net operating loss from FTB 3805V	8	
	9 Depreciation and amortization from FTB 3885A, line 5a and line 8a	9	
	10 Capital gains (losses) and other gains (losses) from California Schedule D, line 10a and line 13a	10	
	11 Other subtractions. See instructions. Specify _____	11	
	12 Total subtractions. Add lines 1 - 11	12	

Step 2 Additions	13 Interest on state and municipal bonds from a state other than California. See instructions	13	
	14 Depreciation and amortization from FTB 3885A, line 5b and line 8b	14	
	15 Capital gains (losses) and other gains (losses) from California Schedule D, line 10b and line 13b	15	
	16 Other additions. See instructions. Specify _____	16	
	17 Total additions. Add lines 13 - 16	17	

Step 3 Net Adjustment	18 If line 12 is greater than line 17, subtract line 17 from line 12. Enter the difference here and on Form 540, line 12	18	
	19 If line 12 is less than line 17, subtract line 12 from line 17. Enter the difference here and on Form 540, line 13	19	

PART II ADJUSTMENTS TO FEDERAL ITEMIZED DEDUCTIONS

20 Federal itemized deductions from federal Schedule A, line 26	20	
21 State, local and foreign income taxes from federal Schedule A, line 5 and line 7	21	
22 Subtract line 21 from line 20	22	
23 Other adjustments. See instructions. Specify _____	23	
24 California itemized deductions. Add line 22 and line 23	24	

If your California itemized deductions on line 24 are greater than your standard deduction, enter your California itemized deductions on Form 540, line 15. Otherwise, enter your standard deduction on Form 540, line 16. See the instructions on page 33.