TAXABLE YEAR **2008**

Targeted Tax Area Deduction and Credit Summary

CALIFORNIA FORM **3809**

Attach to your California tax return.

SSN or ITIN or California corporation number

Name(s) as shown on return

FEIN

Qualified taxpayer's SIC code. See instructions. ___ ___ ___ ___

Secretary of State (SOS) file number

A. Check the appropriate box for your entity type:
☐ Individual ☐ Estate ☐ Trust ☐ C corporation ☐ S corporation ☐ Partnership
☐ Exempt organization ☐ Limited liability company ☐ Limited liability partnership

B. Enter the name of the targeted tax area (TTA) business:_____

C. Enter the address (actual location) where the TTA business is conducted:

_____

D. Enter the name of the specific area of the TTA in which the business and/or investment activity is located.

_____

E. Enter the six-digit Principal Business Activity code of the TTA Business . . . . . _____

F. Total number of employees in the TTA. . . . . _____

G. Number of employees included in the computation of the hiring credit, if claimed . . . . . _____

H. Number of new employees included in the computation of the hiring credit, if claimed . . . . . _____

I. Gross annual receipts of the business . . . . . _____

J. Total asset value of the business . . . . . _____

Part I Credits (Complete Schedule Z on Side 2 before you complete this part.)

1 Hiring and sales or use tax credits claimed on the current year return:

a Hiring credit from Schedule Z, line 8A, column (f) or line 10, column (f). . . . . _____

b Sales or use tax credit from Schedule Z, line 9A, column (f) or line 11, column (f) . . . . . _____

Add line 1a and line 1b . . . . . **1** _____

Part II Business Expense Deduction

2 Enter the cost of qualified property purchased for the TTA that is being deducted as a current year business expense from Worksheet III, Section A, line 5, column (b). . . . . **2** _____

ELECTION: The act of deducting a portion of the cost of any property as a current year expense rather than adding it to the capital account constitutes an election to treat that property in accordance with R&TC Sections 17267.6 or 24356.6. That election may not be revoked except with the written consent of the Franchise Tax Board (FTB).

Part III Portion of Business Attributable to the Targeted Tax Area

3 Enter the average apportionment percentage of your business that is in the TTA from Worksheet IV, Section A, line 4. If your operation is wholly within the TTA, the average apportionment percentage is 100% (1.00) . . . . . **3** _____

Part IV Net Operating Loss (NOL) Carryover and Deduction

4 a Enter the total NOL carryover from the prior year from Worksheet V, Section C, line 19, column (b) . . . . . **4a** _____

b Enter the total NOL deduction used in the current year from Worksheet V, Section C, line 19, column (c). Enter this amount on Schedule CA (540 or 540NR), line 21e, column B; Form 100, line 21; Form 100W, line 21; Form 100S, line 19; or Form 109, line 6. . . . . **4b** _____

c Enter the TTA NOL carryover to future years from Worksheet V, Section C, line 19, column (e) . . . . . **4c** _____

ELECTION: For those taxpayers eligible for an NOL carryover under R&TC Sections 17276.2, 17276.4, 17276.5, 17276.6, 24416.2, 24416.4, 24416.5, or 24416.6, the act of claiming an NOL carryover on this form constitutes the **irrevocable** election to apply the loss under R&TC Sections 17276.6 or 24416.6, for taxpayers operating a trade or business within the TTA. If you elect to carry over an NOL under the TTA provisions, you cannot carry over any other type and amount of NOL from this year.

Part V Recapture of Deduction and Credits

5 TTA recapture of hiring credit from Worksheet I, Section B, line 2, column (b). . . . . **5** _____

6 Recapture of business expense deduction from Worksheet III, Section B, line 2, column (b). . . . . **6** _____

Schedule Z Computation of Credit Limitations — Targeted Tax Area

Part I Computation of Credit Limitations. See instructions.

1	Trade or business income. Individuals: Enter the amount from Worksheet IV, Section C, line 14, column (c) on this line and on line 3 (skip line 2). See instructions. Corporations which file a combined report, enter the taxpayer's business income apportioned to California (see instructions Part III)	1	
2	Corporations: Enter the average apportionment percentage from Worksheet IV, Section A, line 4. See instructions	2	
3	Multiply line 1 by line 2	3	
4	Enter the TTA NOL deduction from Worksheet V, Section C, line 19, column (c)	4	
5	TTA taxable income. Subtract line 4 from line 3	5	
6 a	Compute the amount of tax due using the amount on line 5. See instructions	6a	
b	Enter the amount of tax from Form 540, line 24; Long Form 540NR, line 27; Form 541, line 21; Form 100, or Form 100W, line 24; Form 100S, line 22; or Form 109, line 10. Corporations and S corporations, see instructions	6b	
7	Enter the smaller of line 6a or line 6b. This is the limitation based on the TTA income. Go to Part II, Part III, or Part IV. See instructions	7	

Part II Limitation of Credits for Corporations, Individuals, Estates, and Trusts. See instructions.

(a) Credit name		(b) Credit amount	(c) Total prior year carryover	(d) Total credit add col. (b) plus col. (c)	(e) Limitation based on TTA business income	(f) Credit used on Schedule P can never be greater than col. (d) or col. (e)	(g) Carryover col. (d) minus col. (e)
8 Hiring credit	A						
	B						
9 Sales or use tax credit	A						
	B						

Part III Limitation of Credits for S Corporations Only. See instructions.

(a) Credit name	(b) Credit amount	(c) S corporation credit col. (b) multiplied by 1/3	(d) Total prior year carryover	(e) Total credit add col. (c) plus col. (d)	(f) Credit used this year by S corporation	(g) Carryover col. (e) minus col. (f)
10 Hiring credit						
11 Sales or use tax credit						

Part IV Limitation of Credits for Corporations and S Corporations Subject to Paying Only the Minimum Franchise Tax. See instructions.

(a) Credit name	(b) Credit amount	(c) Total prior year carryover	(d) Total credit carryover. col. (b) plus col. (c)
12 Hiring credit			
13 Sales or use tax credit			

Refer to page 3 for information on how to claim deductions and credit.