

Local Agency Military Base Recovery Area Deduction and Credit Summary

2013

3807

Attach to your California tax return.

SSN or ITIN or California corporation number

Name(s) as shown on tax return

FEIN

California 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 Local Agency Military Base Recovery Area (LAMBRA) business:

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

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

E. Principal Business Activity Code of the LAMBRA business

F. Total number of employees in the LAMBRA.

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 Net Increase in Jobs Complete Part I only if you have been doing business in a LAMBRA for two years.

- 1 a Net increase in jobs within California
b Full-time employees within the LAMBRA during the 1st taxable year
c Full-time employees within the LAMBRA during the 2nd taxable year

Part II Credits and Recapture (Complete Worksheet IIA, Worksheet IIB, and Schedule Z on Side 2 before you complete this part.)

- 2 Hiring and sales or use tax credits claimed on the current year tax return:
a Hiring credit from Schedule Z, line 8A, column (g) or line 10, column (f)
b Hiring credit recapture from Worksheet IIA, Section B, line 2, column (b)
c Sales or use tax credit from Schedule Z, line 9A, column (g) or line 11, column (f)
d Sales or use tax credit recapture from Worksheet IIB, Section B, line 2, column (b)
e Add line 2a and line 2c

Part III Business Expense Deduction and Recapture

- 3 a Enter the cost of qualified property purchased for the LAMBRA that is being deducted as a current year business expense from Worksheet III, Section A, line 5, column (b)
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 Section 17268 or 24356.8. That election may not be revoked except with the written consent of the Franchise Tax Board (FTB).
b Business expense deduction recapture from Worksheet III, Section B, line 2, column (b)

Part IV Portion of Business Attributable to the LAMBRA

4 Enter the average apportionment percentage of your business that is in the LAMBRA from Worksheet IV, Section A, line 4. . 4

Part V Net Operating Loss (NOL) Carryover and Deduction

- 5 a Enter the total NOL carryover from prior years from Worksheet V, Section C, line 26, column (b)
b Enter the total NOL deduction used in the current year from Worksheet V, Section C, line 26, 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.
c Enter the total NOL to carryover to future years from Worksheet V, Section C, line 26, column (e).

ELECTION: For those taxpayers eligible for an NOL carryover under R&TC Section 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 Section 17276.5 or 24416.5, for qualified businesses with a LAMBRA. If you elect to carryover an NOL under any of these provisions, you are prohibited by law from carrying over any other type of NOL from this year.

Election to Waive Carryback: Check the box if the taxpayer elects to relinquish the entire carryback period with respect to a 2013 LAMBRA NOL under IRC Section 172(b)(3). By making the election, the taxpayer is electing to carry an NOL forward instead of carrying it back in the previous two years. Once the election is made, it is irrevocable. See instructions.

Schedule Z Computation of Credit Limitations – LAMBRA

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 for Part IV)	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 LAMBRA NOL deduction from Worksheet V, Section C, line 26, column (c)	4
5 LAMBRA 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 35; Long Form 540NR, line 42; Form 541, line 21; Form 100, line 24; Form 100W, line 24; Form 100S, line 22; or Form 109, line 10. Corporations, combined groups, and S corporations, see instructions	6b
7 Enter the smaller of line 6a or line 6b. This is the limitation based on LAMBRA business income. Go to Part II, Part III, or Part IV and 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 assigned from form FTB 3544 col. (g)	(e) Total credit sum of col. (b) plus col. (c), minus col. (d)	(f) Limitation based on LAMBRA business income	(g) Credit used on Sch. P Can never be greater than col. (e) or col. (f)	(h) Total credit carryover col. (e) minus col. (f)
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 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 assigned from form FTB 3544 col. (g)	(e) Total credit carryover sum of col. (b) plus col. (c) minus col. (d)
12 Hiring Credit				
13 Sales or use tax credit				

Refer to page 4 for information on how to claim deductions and credits.