

2020 Installment Sale Income

3805E

Attach to your California tax return. Use a separate form for each sale or other disposition of property on the installment method.

Name(s) as shown on tax return

SSN, ITIN, FEIN, CA SOS file no., or CA corporation no.

- 1 Description of property
2 a Date acquired (mm/dd/yyyy) 2b Date sold (mm/dd/yyyy)
3 Was the property sold to a related party after December 31, 1980?
4 Was the property you sold to a related party a marketable security?

Part I Gross Profit and Contract Price. Complete this part for the year of sale only.

Table with 18 rows for Part I: 5 Selling price including mortgages and other debts, 6 Mortgages and other debts the buyer assumed, 7 Subtract line 6 from line 5, 8 Cost or other basis of property sold, 9 Depreciation allowed or allowable, 10 Adjusted basis, 11 Commissions and other expenses of sale, 12 Income recapture, 13 Add line 10, line 11, and line 12, 14 Subtract line 13 from line 5, 15 Excluded gain, 16 Gross profit, 17 Subtract line 13 from line 6, 18 Contract price.

Part II Installment Sale Income. Complete this part for the year of sale and any year you receive a payment or have certain debts you must treat as payments on installment obligations.

Table with 7 rows for Part II: 19 Gross profit percentage, 20 For year of sale only, 21 Payments received during the year, 22 Add line 20 and line 21, 23 Payments received in prior years, 24 Installment sale income, 25 Ordinary income under recapture rules, 26 Subtract line 25 from line 24.

Part III Related Party Installment Sale Income. Do not complete this part if you received the final installment payment this taxable year.

Table with 11 rows for Part III: 27 Name, address, and taxpayer identification number of related party, 28 Did the related party, during this taxable year, resell or dispose of the property, 29 If you checked 'Yes,' on line 28, complete lines 30 through 37 below unless one of the following conditions is met, 30 Selling price of property sold by related party, 31 Enter contract price from line 18 for year of first sale, 32 Enter the smaller of line 30 or line 31, 33 Total payments received by the end of your 2020 taxable year, 34 Subtract line 33 from line 32, 35 Multiply line 34 by the gross profit percentage on line 19, 36 Ordinary income under recapture rules, 37 Subtract line 36 from line 35.