



STATE OF CALIFORNIA
FRANCHISE TAX BOARD

FTB Publication 1047

2001 Guidelines

for Enterprise

Zone Tax

Incentives



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What's New

Forms

For the 2001 tax year, a new form is available for nonresidents and part-year residents: Short Form 540NR, California Nonresident or Part-Year Resident Income Tax Return. The Short Form 540NR is for nonresident and part-year resident taxpayers who have limited income sources and deductions. The Form 540NR name has been changed to Long Form 540NR, California Nonresident or Part-Year Resident Income Tax Return.

For taxable years beginning on or after January 1, 2001 and before January 1, 2003, farmers are allowed a deduction for losses sustained due to Pierce's Disease and its vectors. This loss may create an NOL, which is allowed to be carried forward for nine years at 100%. The NOL may be deducted only from income apportioned to the area affected by Pierce's Disease using a two-factor formula. For more information, see form FTB 3805D.

Bank and Corporation Tax Law vs. Corporation Tax Law

For taxable years beginning on or after January 1, 2001, The "Bank and Corporation Tax Law" (B&CTL) has been

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renamed as the "Corporation Tax Law" (CTL). The term "Bank" in the title is no longer needed because banks are included in the definition of a corporation.

Basis Adjustment

For purposes of recapturing the business expense deduction, Title 18 Cal. Code Reg. Sections 17267.2 and 24356.7 were adopted January 1, 2001. These regulations provide that as of the first day of the taxable year in which a recapture event occurs, the basis of the qualified property shall be increased by the recapture amount. The increase in basis is depreciated over the remaining useful life of the qualified property.

Expired and Extended Zones

The city of Lynwood portion of the Los Angeles, Mid - Alameda Corridor Enterprise Zone (EZ) expired on October 14, 2001. No further enterprise zone incentives can be generated after the expiration date for employers operating in the above enterprise zone area. See each incentive for a discussion on how each incentive expires.

Any enterprise zone credit carryover or enterprise zone net operating loss carryover can continue to be utilized to the extent of the tax on business income apportioned to the former enterprise zone, or portion thereof.

The following enterprise zones (geographic area), or portion thereof, set to expire on October 14, 2001 have been extended by the California Technology, Trade and Commerce Agency until October 14, 2006:

Enterprise Zone	Original Expiration Date	Extended Expiration Date
Bakersfield/Kern (SE Bakersfield)	10/14/01	10/14/06
Calexico	10/14/01	10/14/06
Eureka	10/14/01	10/14/06
Fresno	10/14/01	10/14/06
Los Angeles – Central City	10/14/01	10/14/06
Los Angeles – Mid - Alameda Corridor	10/14/01	10/14/06
(Note: The city of Lynwood expired 10/14/01)		
Los Angeles - Northeast Valley	10/14/01	10/14/06
Porterville	10/14/01	10/14/06
Sacramento – Northgate	10/14/01	10/14/06
San Bernardino/Riverside (Agua Mansa)	10/14/01	10/14/06
San Diego Metro – SE Barrio Logan	10/14/01	10/14/06
San Jose	10/14/01	10/14/06
Yuba/ Sutter	10/14/01	10/14/06

General Information

Federal/State Conformity

In general, California law conforms to the Internal Revenue Code (IRC) as of January 1, 1998. However, there are continuing differences between California and federal law. California has not conformed to most of the

changes made to the IRC by the federal Internal Revenue Service Restructuring and Reform Act of 1998 (Public Law 105-206) and the Ticket to Work and Work Incentives Improvement Act of 1999 (Public Law 106-170). California has not conformed to any of the changes made by the Tax and Trade Relief Extension Act of 1998 (Public Law 105-277), the Miscellaneous Trade and Technical Corrections Act of 1999 (Public Law 106-36), the FSC Repeal and Extraterritorial Income Exclusion Act of 2000 (Public Law 106-519), the Consolidated Appropriations Act of 2001 (Public Law 106-554), and the Economic Growth and Tax Relief Reconciliation Act of 2001 (Public Law 107-16).

Note: The FTB implemented the new Principal Business Activity (PBA) code chart that is based on the North American Industry Classification System (NAICS), 1997 Edition. The PBA codes are listed on pages 10 through 12. However, for purposes of qualifying for the Long Beach Enterprise Zone hiring credit only, the Revenue and Taxation Code (R & TC) refers to the Standard Industrial Classification (SIC). Refer to page 9 for a list of qualified SIC codes. The PBA and NAICS codes cannot be used for Long Beach. Do not enter the PBA code from your state or federal tax return.

Geographic Boundaries

Information about the geographic boundaries of an enterprise zone, Form TCA EZ1 (Enterprise Zone Area Hiring Voucher), or other information not related to the tax incentives is available from:

ENTERPRISE ZONE PROGRAMS
CA TECHNOLOGY, TRADE & COMMERCE AGENCY
801 K STREET SUITE 1700
SACRAMENTO CA 95814
Telephone: (916) 324-8211
Fax: (916) 322-7214
Website: www.commerce.ca.gov

Hiring Credit

For employers engaged in a trade or business in a former (expired) enterprise zone, the hiring credit can be taken for qualified employees hired on or before the date of expiration of the enterprise zone for the full five-year period of the hiring credit. However, the hiring credit may not be taken for any employees hired after the date of expiration of the enterprise zone. Hiring credit carryovers may still be claimed to the extent of tax on business income apportioned to the former enterprise zone, or portion thereof, until fully utilized.

A qualified business may reduce tax on enterprise zone business income by a percentage of qualified wages paid to one or more qualified employee(s).

For an employer claiming this credit, a qualified employee is an employee who:

- Is hired after an area has been officially designated an enterprise zone by the Technology, Trade and

Commerce Agency (see page 8 for enterprise zone designation dates);

- Spends at least 90% of work time for the qualified employer on activities directly related to the conduct of a trade or business located within an enterprise zone; and
- Performs at least 50% of the work for the qualified employer within the boundaries of an enterprise zone.

In addition, a qualified employee must be, immediately before starting work for the employer, any of the following:

1. A person receiving or eligible to receive subsidized employment, training, or services funded by the federal Job Training Partnership Act (JTPA), or its successor;
2. A person eligible to be a voluntary or mandatory registrant under the Greater Avenues for Independence Act of 1985 (GAIN);
3. A member of a targeted group as defined in the federal Work Opportunity Tax Credit (WOTC);
4. An economically disadvantaged individual 14 years of age or older;
5. A qualified dislocated worker;
6. A disabled individual eligible for, enrolled in, or who has completed a state rehabilitation plan;
7. A service-connected disabled veteran;
8. A veteran of the Vietnam era;
9. A veteran who recently separated from military service;
10. An ex-offender;
11. A person eligible for or a recipient of:
 - Federal Supplemental Security Income (SSI) benefits;
 - Aid to Families with Dependent Children (AFDC);
 - Food stamps; or
 - State and local general assistance;
12. A Native American; or
13. A resident of a targeted employment area (TEA).

Employers hiring qualified employees **must** get Form TCA EZ1 from the local agency responsible for verifying employee eligibility. Contact the local enterprise zone coordinator for more information on the local agency and verification process.

Note: A qualified employee hired under the enterprise zone or program area law prior to January 1, 1997, will continue to remain a qualified employee for the enterprise zone hiring credit.

Qualified wages means the wages paid or incurred by the business during the taxable year to employ a qualified employee. Generally, qualified wages include only those wages paid while the enterprise zone designation is in effect. However, wages paid or incurred to qualified employees hired during the 60-month period prior to the zone expiration date will qualify for the hiring credit for the full 60-month period from the date of hire regardless of the zone expiration date.

Wages that qualify for the hiring credit are those wages paid to a qualified employee for the consecutive 60-month period beginning on the first date the employee commenced employment with the qualified employer. For an employer that operates a business that has regularly occurring seasonal or intermittent employ-

ment decreases and increases, reemployment of an individual is not a new hire; rather, it is a continuation of the prior employment and does not constitute commencement of employment for the qualified wages test.

You may claim up to 50% of the qualified wages paid to a qualified employee as a credit against tax imposed on enterprise zone business income.

The chart below shows the actual percentage of qualified wages paid that may be claimed as a hiring credit.

Period of employment	Credit allowed on qualified wages paid or incurred
1st 12 months	50%
2nd 12 months	40%
3rd 12 months	30%
4th 12 months	20%
5th 12 months	10%
After 60 months	0%

The hiring credit is based on the smaller of the actual hourly wage paid or 150% of the minimum hourly wage established by the Industrial Welfare Commission.

Effective January 1, 2001, the established minimum wage is \$6.25 per hour.

Long Beach Enterprise Zone Only – The term “qualified wages” means actual wages paid, up to a maximum of 202% of the minimum hourly wage, for employers located in the Long Beach Enterprise Zone who are engaged in aircraft manufacturing activities (described in Codes 3721, 3724, 3728, and Code 3812 of the Standard Industrial Classification Manual, 1987 Edition). Only 1,350 qualified employees are eligible for the increased amount of qualified wages.

The following chart lists the amount of minimum hourly wage, the period it is effective, and the maximum hourly wage allowed for the hiring credit.

Wages paid or incurred during the following time periods:	Minimum wage	150% of the minimum wage	202% of the minimum wage – Long Beach ONLY
After 2/28/98	\$5.75	\$8.62	\$11.61
Effective 1/1/01	\$6.25	\$9.37	\$12.62
Effective 1/1/02	\$6.75	\$10.12	\$13.63

Example 1: On January 1, 2000, you hired a qualified employee who worked 2,080 hours in your enterprise zone business for two consecutive years. You paid this qualified employee minimum wages to work at your business. Your business has a June 30 fiscal year end. Your hiring credit for the year ending June 30, 2000, is calculated as follows:

Step 1: 1/1/00 to 6/30/00 – 1040 hrs x \$5.75 = \$5,980

Step 2: \$5,980 x 50% (.50) = \$2,990

Your total hiring credit for fiscal year ending June 30, 2000 is \$2,990

Example 2: Use the same facts as above except that the qualified employee is earning \$9.00 an hour beginning January 1, 2001. Your hiring credit for the second taxable year ending June 30, 2001, is calculated as follows:

Step 1: 7/1/00 to 12/31/00 – 1040 hrs x \$5.75 = \$5,980

Step 2: \$5,980 x 50% (.50) = \$2,990

Step 3: 1/1/01 to 6/30/01 – 1040 hrs x \$9.00 = \$9,360

Step 4: \$9,360 x 40% (.40) = \$3,586

Step 5: \$2,990 + \$3,744 = \$6,734

Your total hiring credit for fiscal year end June 30, 2001, is \$6,734.

Limitations

- The deduction for wages must be reduced by the amount of the hiring credit allowed, including any carryover to future years.
- The amount of enterprise zone credits (sales or use tax credit, hiring credit, and credit carryovers from earlier years) claimed for any year may not exceed the amount of tax that would be imposed on the income earned solely from your business activities in the enterprise zone.
- In the case where the wage expense qualifies the business to take the enterprise zone hiring credit as well as the local agency military base recovery area (LAMBRA), manufacturing enhancement area (MEA), or targeted tax area (TTA) hiring credit, the business may claim only one credit.
- In the case where the wage expense qualifies the business to take the enterprise (EZ) zone hiring credit as well as the joint strike fighter (JSF) wage credit, the EZ hiring credit and the JSF wage credit can be claimed on the same wages.
- The credit cannot reduce the minimum franchise tax, (corporations and S corporations), annual tax (partnerships, LLCs classified as partnerships, and QSubs), the alternative minimum tax (corporations, exempt organizations, individuals, fiduciaries), the built-in gains tax (S corporations), or the excess net passive income tax (S corporations). However, the credit can reduce regular tax below tentative minimum tax.

Credit Carryover

If the amount of the hiring credit is greater than the tax on enterprise zone business income in any year, the excess credit can be carried over to future years to offset enterprise zone tax.

Credit Recapture

The employer must recapture the amount of credit attributable to an employee's wages if the employer terminates the employee any time during the longer of the following periods:

- The first 270 days of employment (whether or not consecutive); or
- 90 days of employment plus 270 calendar days,

The employer must add back to the current year's tax the amount of credit claimed in the year of termination

and all prior years in which the credit was claimed for the terminated employee.

Employers of seasonal employees must recapture the amount of credit attributable to a seasonal employee's wage if the employer terminates employment before the completion of 270 days of employment during the 60-month period beginning the day the employee commences employment with the employer.

A "day of employment" means any day for which the employee receives wage compensation (including a paid sick day, holiday, or vacation day).

Credit recapture is not required if the termination was:

- Voluntary on the part of the employee;
- Caused by the employee becoming disabled;
- Due to employee misconduct;
- Due to a substantial reduction in business; or
- Carried out so that other qualified employees could be hired, creating an increase in the number of qualified employees and their hours of employment.

Record Keeping

If you hire qualified employees and claim this credit on your tax return, keep records including (at least):

- Copies of Form TCA EZ1 for each qualified employee hired;
- Records of any other federal or state subsidies you may have received for hiring qualified employees; and
- A schedule for the first 60 months (five years) of employment showing (at least) the:
 - Employee's name;
 - Date the employee was hired;
 - Number of hours the employee worked for each month of employment;
 - Smaller of the hourly rate of pay for each month of employment or 150% (or 202%, if the employer is an aircraft manufacturer in the Long Beach Enterprise Zone) of the minimum wage;
 - Total qualified wages per month for each month of employment; and
 - Location of the employee's job site and the duties performed.

Sales or Use Tax Credit

For taxpayers engaged in a trade or business in a former (expired) enterprise zone, the sales or use tax credit may be taken on qualified property purchased and placed in service on or before the expiration date of the enterprise zone. However, property purchased or placed in service after the expiration date of the enterprise zone does not qualify for the sales or use tax credit. Sales or use tax credit carryovers may still be claimed to the extent of business income apportioned to the former enterprise zone, or portion thereof, until fully utilized.

Enterprise zone businesses may reduce tax on the enterprise zone business income by the amount of sales or use tax paid or incurred on certain property purchased for exclusive use in an enterprise zone. In any taxable year, individuals may claim a credit equal to the

sales or use tax paid or incurred on the first \$1 million of qualified property. Corporations may claim, in any year, a credit equal to the sales or use tax paid or incurred on the first \$20 million of qualified property.

Qualified property is machinery or machinery parts used to:

- Manufacture, process, assemble, or fabricate a product;
- Produce renewable energy resources; or
- Control air or water pollution.

For taxable years beginning on or after January 1, 1998, qualified property also includes:

- Data processing and communications equipment including, but not limited to, computers, computer-automated drafting systems, copy machines, telephone systems, and fax machines; and
- Motion picture manufacturing equipment central to production and postproduction including, but not limited to, cameras, audio recorders, and digital image and sound processing equipment.

The business must use the qualified property exclusively within the boundaries of the enterprise zone. Also, the qualified property must be purchased and placed in service before the enterprise zone designation expires. See page 8 for the enterprise zone expiration dates.

If you purchase property manufactured outside of California and claim the credit for the use tax paid, you will be allowed the credit only if property of a comparable quality and price was not available for timely purchase and delivery from a California manufacturer.

Limitations

- The amount of enterprise zone credits (sales or use tax credit, hiring credit, and credit carryovers from earlier years) claimed for any year may not exceed the amount of tax that would be imposed on the income earned solely from your business activities in the enterprise zone. California business income is apportioned to the enterprise zone using a two-factor formula, which consists of payroll and property.
- You may not increase the basis of property by the amount of the sales or use tax paid.
- For each item of qualified property physically located in a portion of the enterprise zone that overlaps with a portion of the TTA, the taxpayer may claim only one credit for that item of property. However, the taxpayer may claim the manufacturers' investment credit and the enterprise zone sales or use tax credit for the same item of property.
- The credit cannot reduce the minimum franchise tax, (corporations and S corporations), annual tax (partnerships, LLCs classified as partnerships, and QSubs), the alternative minimum tax (corporations, exempt organizations, individuals, fiduciaries), the built-in gains tax (S corporations), or the excess net passive income tax (S corporations). However, the credit may reduce regular tax below tentative minimum tax.

Example 3: You spend \$50,000 to purchase machinery used to manufacture wooden toys. The sales tax paid for the purchase is \$3,000. You may reduce the amount of

your tax imposed on enterprise zone business income by up to \$3,000.

Claiming Both Hiring Credit and Sales or Use Tax Credit

Taxpayers who claim both credits available to enterprise zone businesses (the sales or use tax credit and the credit for hiring qualified employees) may not claim a total credit amount that exceeds the tax imposed on enterprise zone business income in any one taxable year. However, credits that exceed this amount may be carried over to offset tax imposed on enterprise zone business income in subsequent years.

Credit Carryover

If the amount of the sales or use tax credit is greater than the tax on enterprise zone business income in any year, the excess credit can be carried over to future years to offset tax on the enterprise zone business income.

Record Keeping

To support the sales or use tax credit claimed on your tax return, keep all records that document the purchase of the property, such as the sales receipt and proof of payment. Also keep all records that identify or describe:

- The property purchased (such as serial numbers, etc.);
- The amount of sales or use tax paid on its purchase;
- The location where it is used; and
- If purchased from a manufacturer located outside California, records to substantiate that property of comparable quality and price was not available for timely purchase in California.

Business Expense Deduction

The cost of qualified property purchased for exclusive use in an enterprise zone may be deducted as a business expense in the first year it is placed in service.

The type of property that qualifies for this special treatment is tangible personal property (not real estate) that is used for business purposes and is eligible for depreciation or amortization. This includes most equipment and furnishings purchased for exclusive use in an enterprise zone, but not office supplies or other small items that are normally ineligible for depreciation.

The maximum business expense deduction for all qualified property is the smaller of 40% of the cost of the qualified property or the amounts shown in the chart below, based on when the property was placed in service.

	Maximum deduction
Taxable year of enterprise zone designation	\$40,000
1st taxable year after designation	\$40,000
2nd taxable year after designation	\$30,000
3rd taxable year after designation	\$30,000
Each taxable year after designation	\$20,000

Note: See page 8 for enterprise zone designation dates.

Election

An election to treat the cost of qualified property as a business expense must be made in the year the property is first placed in service. An election is made by using form FTB 3805Z (filed with your return) and claiming the deduction on your original return for the year the property is placed in service. The election is revocable only upon the written consent of the FTB.

This deduction is not allowed if the property was:

- Transferred between members of an affiliated group;
- Acquired as a gift or inherited;
- Traded for other property; or
- Received from a personal or business relation as defined in IRC Section 267 or 707(b).

Depreciation of Assets for Which Business Expense Deduction is Taken

- The basis (cost for depreciation purposes) of the property must be reduced by the amount allowed as a deduction.
- The remaining basis may be depreciated in the year **following** the year the qualified property was placed in service.
- The deduction allowed by IRC Section 179, relating to an election to expense certain depreciable business assets, cannot be claimed if the taxpayer elects the business expense deduction.
- Corporations may not claim additional first-year depreciation for these assets.
- The full amount of the deduction must be recaptured and included in income if the property ceases to be used in the enterprise zone for the remainder of the taxable year the property was placed in service AND in the two subsequent taxable years immediately thereafter.

Example 4: Three years after the enterprise zone you are located in was designated, you purchased a baking oven that costs \$20,000. You can depreciate the oven over a 10-year period using the straight-line method.

The enterprise zone business expense deduction you may claim is \$8,000 ($\$20,000 \times 40\%$). You may claim \$1,333 of normal depreciation **next** year, $(\$20,000 - \$8,000) \div 9 \text{ years} = \$1,333$.

Basis Adjustment: As of the first day of the taxable year in which the recapture event occurs, the recapture amount is added back to the basis in the year of recapture and then depreciated over the remaining life of the qualified property.

Expired Zone

For taxpayers engaged in a trade or business in a former (expired) enterprise zone, the business expense deduction can be claimed on qualified property, placed in service on or before the expiration of the enterprise zone. The business expense deduction is not available for assets placed in service after the expiration date of the enterprise zone, regardless of the purchase date.

Record Keeping

You should maintain information that will allow you to substantiate your claim for the first-year business expense deduction. The records for each item should show (at least):

- A description and purchase price of the property;
- The date the property was first placed in service in an enterprise zone; and
- The location where the property is used.

Net Interest Deduction for Lenders

A lender can take a deduction for the amount of “net interest” earned on loans made to a trade or business located in an enterprise zone.

“Net interest” means the full amount of the interest, less any direct expenses incurred in making the loan. Some examples of direct expenses are: commissions paid to the loan representative and the cost of money incurred in funding the loan.

Types of loans that qualify for this deduction include business loans, mortgages, and loans from non-commercial sources.

The deduction is no longer allowed when the enterprise zone expires or the borrower moves out of the enterprise zone. (See page 8 for the enterprise zone expiration dates.)

Requirements

- The loan is made to a trade or business located **solely** within an enterprise zone.
- The money loaned is used strictly for the business activities within the enterprise zone.
- The lender has no equity or other ownership interest in the trade or business.
- The loan was made after the enterprise zone was designated. (See page 8 for enterprise zone designation dates.)

Example 6: You loan \$5,000 to an enterprise zone business that meets the requirements listed above. You earn \$550 of interest and incur \$300 of expenses directly related to the loan. You may deduct \$250 ($\$550 - \300) of net interest from your taxable income.

Expired Zone

For taxpayers operating in an expired enterprise zone, the net interest deduction is allowed for interest payments received on or before the expiration date of the enterprise zone.

Record Keeping

To support the “net interest” deduction on your tax return, you should maintain records for each enterprise zone loan showing (at least):

-
- The identity and location of the trade or business to which you have loaned the money;
 - The amount of your loan, the amount of interest earned and the amount of any direct expenses associated with the loan; and
 - Use of the loan.
-

Net Operating Loss (NOL) Deduction Carryover

NOLs of individuals or corporations doing business in an enterprise zone may be carried over to future years to reduce the amount of taxable enterprise zone income for those years. The NOL carryover is determined by computing the business loss that results strictly from business activity in an enterprise zone. The enterprise zone property and payroll factors used to determine the apportioned business NOL include worldwide amounts in the denominator. You may carry over 100% of the business loss from your enterprise zone activity until exhausted or for a period not to exceed 15 years.

Election

If you qualify to claim more than one type of NOL, you must make an irrevocable election as to which type of NOL you claim. This election must be made on the original return for the year of the loss and be filed by the original or extended due date of the return.

For more information regarding the other types of NOLs, see the following forms or worksheets:

- FTB 3805V, Net Operating Loss (NOL) Computation and NOL and Disaster Loss Limitations — Individuals, Estates, and Trusts;
- FTB 3805Q, Net Operating Loss (NOL) Computation and NOL and Disaster Loss Limitations — Corporations;
- FTB 3805D, Net Operating Loss (NOL) Computation and Limitation — Pierce's Disease;
- FTB 3805Z, Enterprise Zone Business Booklet, Worksheet VI;
- FTB 3807, Local Agency Military Base Recovery Area Business Booklet, Worksheet V; and
- FTB 3809, Targeted Tax Area Business Booklet, Worksheet V.

Limitations

- Enterprise zone NOL carryovers are allowed only for losses occurring in a year beginning after the date the area is designated as an enterprise zone. See page 8 for enterprise zone designation dates.
- An enterprise zone NOL may not be applied to years prior to the year in which the enterprise zone NOL occurred (no carrybacks).

Example 5: For your 2000 taxable year, the activities in the enterprise zone show a \$5,000 NOL that is the exclusive result of your enterprise zone business. Because of the loss, you owe no tax on enterprise zone business income. In 2001, your enterprise zone business shows taxable income of \$8,000. You may carry

over the 2000 \$5,000 NOL to reduce your enterprise zone business taxable income for the 2001 taxable year to \$3,000.

Expired Zone

For taxpayers operating in an expired enterprise zone, any enterprise zone credit or net operating loss carryover can be utilized to the extent of the tax on business income apportioned to the former enterprise zone.

Record Keeping

To support your claim of an NOL carryover on your California tax return, you should maintain (at least):

- Records showing the date your business activities began in an enterprise zone;
 - Accounting records showing that the loss was the result of business activity in an enterprise zone; and
 - Financial data indicating that the income offset by the carryover is the product of business activity in an enterprise zone.
-

Determination of Zone Income or Zone Tax

For businesses operating within and outside an enterprise zone, the amount of credit you may claim on your California tax return is limited by the amount of tax on business income attributable to the enterprise zone. The amount of NOL deduction you may claim on your California tax return is limited by the amount of business income attributable to the enterprise zone. For taxable years beginning on or after January 1, 1998, the formula used to determine the amount of tax or income attributable to an enterprise zone is a formula based on the total property and payroll of the business located in the enterprise zone compared to the total property and payroll of the business located in California.

Here are examples of doing business within and outside of an enterprise zone:

Example 7: You have a factory located in an enterprise zone and you also have a factory located outside an enterprise zone. In this situation, you would be required to use the formula.

Example 8: You have employees who perform substantial services within an enterprise zone and you have other employees who perform substantial services outside an enterprise zone. In this situation, you would be required to use the formula.

If you are doing business within and outside an enterprise zone or in more than one enterprise zone, get FTB 3805Z, Enterprise Zone Business Booklet. Refer to Part V, Doing Business Totally Within, Within and Outside an Enterprise Zone, or in More than One Enterprise Zone, for more information about the formula.

Enterprise Zone Locations and Designation Dates

Enterprise zone tax incentives apply only to specific business transactions that are undertaken after an enterprise zone has received final designation.

In areas that have been brought into an enterprise zone through expansion of the original zone, enterprise zone tax incentives apply only to specific business transactions undertaken after the date of expansion.

For any enterprise zone that received its designation prior to 1990, it may be eligible to have the original 15-year designation period extended to 20 years, if the zone passes an audit conducted by the Technology, Trade and Commerce Agency and submits an acceptable economic development plan.

Below are the revised extended dates as of the 2001 taxable year:

Enterprise Zone	Designation Date	Expiration Date
Altadena/Pasadena	04/10/92	04/09/2007
Antelope Valley	02/01/97	01/31/2012
Bakersfield/Kern (SE Bakersfield)	10/15/86	10/14/2006
Calexico	10/15/86	10/14/2006
Coachella Valley	11/11/91	11/10/2006
Delano	12/17/91	12/16/2006
Eureka	10/15/86	10/14/2006
Fresno	10/15/86	10/14/2006
Kings County	06/22/93	06/21/2008
Lindsay	10/06/95	10/05/2010
Long Beach	01/08/92	01/07/2007
Los Angeles – Central City	10/15/86	10/14/2006
Los Angeles – East Side	01/11/88	01/10/2003
Los Angeles – Harbor Area	03/04/89	03/03/2004
Los Angeles – Mid-Alameda Corridor	10/15/86	10/14/2006
Los Angeles – Northeast Valley	10/15/86	10/14/2006
(Note: The city of Lynwood expired on 10/14/01)		
Madera	03/03/89	03/02/2004
Merced/Atwater	12/17/91	12/16/2006
Oakland	09/28/93	09/27/2008
Oroville	11/06/91	11/05/2006
Pittsburg	01/11/88	01/10/2003
Porterville	10/15/86	10/14/2006
Redding/Anderson (Shasta Metro)	11/06/91	11/05/2006
Richmond	03/02/92	03/01/2007
Sacramento – Army Depot	10/04/94	10/03/2009
Sacramento – Florin/Perkins	04/05/89	04/04/2004
Sacramento – Northgate	10/15/86	10/14/2006
San Bernardino/Riverside (Agua Mansa)	10/15/86	10/14/2006

San Diego – San Ysidro/Otay Mesa	01/28/92	01/27/2007
San Diego – SE Barrio Logan	10/15/86	10/14/2006
San Francisco	05/28/92	05/27/2007
San Jose	12/31/86	12/30/2006
Santa Ana	06/08/93	06/07/2008
Shafter	10/04/95	10/03/2010
Siskiyou County (Shasta Valley)	06/22/93	06/21/2008
Stockton	06/22/93	06/21/2008
Watsonville	05/01/97	04/30/2012
West Sacramento	01/11/88	01/10/2003
Yuba/Sutter	10/15/86	10/14/2006

Standard Industrial Classification Manual, 1987 Edition (Partial Listing)

The Standard Industrial Classification (SIC) Manual is organized using a hierarchical structure, first by division, then by two-digit major groups within each division, then by three-digit industry groups within each major group, and finally by four-digit industry codes within each industry group.

Classification of business activities is based upon establishments, which are defined in the SIC Manual as an economic unit, generally at a single physical location, where business is conducted, or where services or industrial operations are performed. A taxpayer's enterprise may consist of more than one establishment. The SIC Manual provides the following examples of establishments: A factory, mill, store, hotel, movie theater, mine, farm, ranch, bank, railroad depot, airline terminal, sales office, warehouse, or central administrative office. Where distinct and separate economic activities are performed at a single physical location (such as construction activities operated out of the same physical location as a lumber yard), each activity should be treated as a separate establishment where: (1) No one industry description in the SIC Manual includes such combined activities; (2) The employment in each economic activity is significant; and (3) Separate reports are prepared on the number of employees, their wages and salaries, sales or receipts, property and equipment, and other types of financial data, such as financial statements, job costing, and profit center accounting.

For purposes of this publication, SIC Codes 3721, 3724, 3728, and 3812 are listed since only Long Beach taxpayers with establishments in these industry codes qualify for the EZ hiring credit.

The complete Standard Industrial Classification Manual, 1987 Edition, is available for purchase from:

NATIONAL TECHNICAL INFORMATION SERVICE
5285 PORT ROYAL ROAD
SPRINGFIELD VIRGINIA 22161
Order No. PB 87-100012

The manual is also available on the Internet at:

www.osha.gov/oshstats/sicser.html

The four-digit industry codes within Division D of the SIC Manual are:

- 3721 Research and development on aircraft
- 3724 Aircraft Engines and Engine Parts
- 3728 Aircraft Parts and Auxiliary Equipment, not elsewhere classified
- 3812 Search and navigation equipment

Codes for Principal Business Activity

This list of principal business activities and their associated codes is designed to classify a business by the type of activity in which it is engaged to facilitate the administration of the California Revenue and Taxation Code. For taxable years beginning on or after January 1, 1998, these principal business activity codes are based on the North American Industry Classification System published by the United States Office of Management and Budget, 1997 Edition.

Caution: For purposes of qualifying for the Long Beach Enterprise Zone hiring credit, refer to the Standard Industrial Classification Manual, 1987 Edition. A partial listing of the qualified SIC codes is located on page 9 of this publication.

Agriculture, Forestry, Fishing and Hunting

Code
Crop Production
 111100 Oilseed & Grain Farming
 111210 Vegetable & Melon Farming (including potatoes & yams)
 111300 Fruit & Tree Nut Farming
 111400 Greenhouse, Nursery, & Floriculture Production
 111900 Other Crop Farming (including tobacco, cotton, sugarcane, hay, peanut, sugar beet, & other crop farming)

Animal Production
 112111 Beef Cattle Ranching & Farming
 112112 Cattle Feedlots
 112120 Dairy Cattle & Milk Production
 112210 Hog & Pig Farming
 112300 Poultry & Egg Production
 112400 Sheep & Goat Farming
 112510 Animal Aquaculture (including shellfish & finfish farms & hatcheries)
 112900 Other Animal Production

Forestry and Logging
 113110 Timber Tract Operations
 113210 Forest Nurseries & Gathering of Forest Products
 113310 Logging

Fishing, Hunting and Trapping
 114110 Fishing
 114210 Hunting & Trapping

Support Activities for Agriculture and Forestry
 115110 Support Activities for Crop Production (including cotton ginning, soil preparation, planting, & cultivating)
 115210 Support Activities for Animal Production
 115310 Support Activities for Forestry

Mining
 211110 Oil & Gas Extraction
 212110 Coal Mining
 212200 Metal Ore Mining
 212310 Stone Mining & Quarrying
 212320 Sand, Gravel, Clay, & Ceramic & Refractory

Minerals Mining & Quarrying
 212390 Other Nonmetallic Mineral Mining & Quarrying
 213110 Support Activities for Mining

Utilities
 221100 Electric Power Generation, Transmission, & Distribution
 221210 Natural Gas Distribution
 221300 Water, Sewage, & Other Systems

Construction

Code
Building, Developing, and General Contracting

233110 Land Subdivision & Land Development
 233200 Residential Building Construction
 233300 Nonresidential Building Construction

Heavy Construction
 234100 Highway, Street, Bridge, & Tunnel Construction
 234900 Other Heavy Construction

Special Trade Contractors
 235110 Plumbing, Heating, & Air-Conditioning Contractors
 235210 Painting & Wall Covering Contractors
 235310 Electrical Contractors
 235400 Masonry, Drywall, Insulation, & Tile Contractors
 235500 Carpentry & Floor Contractors
 235610 Roofing, Siding, & Sheet Metal Contractors
 235710 Concrete Contractors
 235810 Water Well Drilling Contractors
 235900 Other Special Trade Contractors

Manufacturing

Food Manufacturing
 311110 Animal Food Mfg
 311200 Grain & Oilseed Milling
 311300 Sugar & Confectionery Product Mfg
 311400 Fruit & Vegetable Preserving & Specialty Food Mfg
 311500 Dairy Product Mfg
 311610 Animal Slaughtering and Processing
 311710 Seafood Product Preparation & Packaging
 311800 Bakeries & Tortilla Mfg
 311900 Other Food Mfg (including coffee, tea, flavorings, & seasonings)

Beverage and Tobacco Product Manufacturing
 312110 Soft Drink & Ice Mfg
 312120 Breweries
 312130 Wineries
 312140 Distilleries
 312200 Tobacco Manufacturing

Textile Mills and Textile Product Mills
 313000 Textile Mills
 314000 Textile Product Mills

Apparel Manufacturing
 315100 Apparel Knitting Mills
 315210 Cut & Sew Apparel Contractors
 315220 Men's & Boys' Cut & Sew Apparel Mfg

Code
 315230 Women's & Girls' Cut & Sew Apparel Mfg
 315290 Other Cut & Sew Apparel Mfg
 315990 Apparel Accessories & Other Apparel Mfg

Leather and Allied Product Manufacturing
 316110 Leather & Hide Tanning & Finishing
 316210 Footwear Mfg (including rubber & plastics)
 316990 Other Leather & Allied Product Mfg

Wood Product Manufacturing
 321110 Sawmills & Wood Preservation
 321210 Veneer, Plywood, & Engineered Wood Product Mfg
 321900 Other Wood Product Mfg

Paper Manufacturing
 322100 Pulp, Paper, & Paperboard Mills
 322200 Converted Paper Product Mfg

Printing and Related Support Activities
 323100 Printing & Related Support Activities

Petroleum and Coal Products Manufacturing
 324110 Petroleum Refineries (including integrated)
 324120 Asphalt Paving, Roofing, & Saturated Materials Mfg
 324190 Other Petroleum & Coal Products Mfg

Chemical Manufacturing
 325100 Basic Chemical Mfg
 325200 Resin, Synthetic Rubber, & Artificial & Synthetic Fibers & Filaments Mfg
 325300 Pesticide, Fertilizer, & Other Agricultural Chemical Mfg
 325410 Pharmaceutical & Medicine Mfg
 325500 Paint, Coating, & Adhesive Mfg
 325600 Soap, Cleaning Compound, & Toilet Preparation Mfg
 325900 Other Chemical Product & Preparation Mfg

Plastics and Rubber Products Manufacturing
 326100 Plastics Product Mfg
 326200 Rubber Product Mfg

Nonmetallic Mineral Product Manufacturing
 327100 Clay Product & Refractory Mfg
 327210 Glass & Glass Product Mfg
 327300 Cement & Concrete Product Mfg
 327400 Lime & Gypsum Product Mfg
 327900 Other Nonmetallic Mineral Product Mfg

Primary Metal Manufacturing
 331110 Iron & Steel Mills & Ferroalloy Mfg
 331200 Steel Product Mfg from Purchased Steel
 331310 Alumina & Aluminum Production & Processing
 331400 Nonferrous Metal (except Aluminum) Production & Processing
 331500 Foundries

Fabricated Metal Product Manufacturing
 332110 Forging & Stamping
 332210 Cutlery & Handtool Mfg
 332300 Architectural & Structural Metals Mfg
 332400 Boiler, Tank, & Shipping Container Mfg
 332510 Hardware Mfg
 332610 Spring & Wire Product Mfg
 332700 Machine Shops; Turned Product; & Screw, Nut, & Bolt Mfg
 332810 Coating, Engraving, Heat Treating, & Allied Activities

Code
 332900 Other Fabricated Metal Product Mfg
Machinery Manufacturing
 333100 Agriculture, Construction, & Mining Machinery Mfg
 333200 Industrial Machinery Mfg
 333310 Commercial & Service Industry Machinery Mfg
 333410 Ventilation, Heating, Air-Conditioning, & Commercial Refrigeration Equipment Mfg
 333510 Metalworking Machinery Mfg
 333610 Engine, Turbine & Power Transmission Equipment Mfg
 333900 Other General Purpose Machinery Mfg

Computer and Electronic Product Manufacturing
 334110 Computer & Peripheral Equipment Mfg
 334200 Communications Equipment Mfg
 334310 Audio & Video Equipment Mfg
 334410 Semiconductor & Other Electronic Component Mfg
 334500 Navigational, Measuring, Electromedical, & Control Instruments Mfg
 334610 Manufacturing & Reproducing Magnetic, & Optical Media

Electrical Equipment, Appliance, and Component Manufacturing
 335100 Electric Lighting Equipment Mfg
 335200 Household Appliance Mfg
 335310 Electrical Equipment Mfg
 335900 Other Electrical Equipment & Component Mfg

Transportation Equipment Manufacturing
 336100 Motor Vehicle Mfg
 336210 Motor Vehicle Body & Trailer Mfg
 336300 Motor Vehicle Parts Mfg
 336410 Aerospace Product & Parts Mfg
 336510 Railroad Rolling Stock Mfg
 336610 Ship & Boat Building
 336990 Other Transportation Equipment Mfg

Furniture and Related Product Manufacturing
 337000 Furniture & Related Product Manufacturing

Miscellaneous Manufacturing
 339110 Medical Equipment & Supplies Mfg
 339900 Other Miscellaneous Manufacturing

Wholesale Trade

Wholesale Trade, Durable Goods
 421100 Motor Vehicle & Motor Vehicle Parts & Supplies Wholesalers
 421200 Furniture & Home Furnishing Wholesalers
 421300 Lumber & Other Construction Materials Wholesalers
 421400 Professional & Commercial Equipment & Supplies Wholesalers
 421500 Metal & Mineral (except Petroleum) Wholesalers
 421600 Electrical Goods Wholesalers
 421700 Hardware, & Plumbing & Heating Equipment & Supplies Wholesalers
 421800 Machinery, Equipment, & Supplies Wholesalers
 421910 Sporting & Recreational Goods & Supplies Wholesalers
 421920 Toy & Hobby Goods & Supplies Wholesalers
 421930 Recyclable Material Wholesalers
 421940 Jewelry, Watch, Precious Stone, & Precious Metal Wholesalers
 421990 Other Miscellaneous Durable Goods Wholesalers

Code	
Wholesale Trade, Nondurable Goods	
422100	Paper & Paper Product Wholesalers
422210	Drugs & Druggists' Sundries Wholesalers
422300	Apparel, Piece Goods, & Notions Wholesalers
422400	Grocery & Related Product Wholesalers
422500	Farm Product Raw Material Wholesalers
422600	Chemical & Allied Products Wholesalers
422700	Petroleum & Petroleum Products Wholesalers
422800	Beer, Wine, & Distilled Alcoholic Beverage Wholesalers
422910	Farm Supplies Wholesalers
422920	Book, Periodical, & Newspaper Wholesalers
422930	Flower, Nursery Stock, & Florists' Supplies Wholesalers
422940	Tobacco & Tobacco Product Wholesalers
422950	Paint, Varnish, & Supplies Wholesalers
422990	Other Miscellaneous Nondurable Goods Wholesalers

Retail Trade

Motor Vehicle and Parts Dealers	
441110	New Car Dealers
441120	Used Car Dealers
441210	Recreational Vehicle Dealers
441221	Motorcycle Dealers
441222	Boat Dealers
441229	All Other Motor Vehicle Dealers
441300	Automotive Parts, Accessories, & Tire Stores

Furniture and Home Furnishings Stores

442110	Furniture Stores
442210	Floor Covering Stores
442291	Window Treatment Stores
442299	All Other Home Furnishings Stores

Electronics and Appliance Stores

443111	Household Appliance Stores
443112	Radio, Television, & Other Electronics Stores
443120	Computer & Software Stores
443130	Camera & Photographic Supplies Stores

Building Material and Garden Equipment and Supplies Dealers

444110	Home Centers
444120	Paint & Wallpaper Stores
444130	Hardware Stores
444190	Other Building Material Dealers
444200	Lawn & Garden Equipment & Supplies Stores

Food and Beverage Stores

445110	Supermarkets and Other Grocery (except Convenience) Stores
445120	Convenience Stores
445210	Meat Markets
445220	Fish & Seafood Markets
445230	Fruit & Vegetable Markets
445291	Baked Goods Stores
445292	Confectionery & Nut Stores
445299	All Other Specialty Food Stores
445310	Beer, Wine, & Liquor Stores

Health and Personal Care Stores

446110	Pharmacies & Drug Stores
446120	Cosmetics, Beauty Supplies, & Perfume Stores
446130	Optical Goods Stores
446190	Other Health & Personal Care Stores

Gasoline Stations

447100	Gasoline Stations (including convenience stores with gas)
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Code	
Clothing and Clothing Accessories Stores	
448110	Men's Clothing Stores
448120	Women's Clothing Stores
448130	Children's & Infants' Clothing Stores
448140	Family Clothing Stores
448150	Clothing Accessories Stores
448190	Other Clothing Stores
448210	Shoe Stores
448310	Jewelry Stores
448320	Luggage & Leather Goods Stores

Sporting Goods, Hobby, Book, and Music Stores

451110	Sporting Goods Stores
451120	Hobby, Toy, & Game Stores
451130	Sewing, Needlework, & Piece Goods Stores
451140	Musical Instrument & Supplies Stores
451211	Book Stores
451212	News Dealers & Newsstands
451220	Prerecorded Tape, Compact Disc, & Record Stores

General Merchandise Stores

452110	Department stores
452900	Other General Merchandise Stores

Miscellaneous Store Retailers

453110	Florists
453210	Office Supplies & Stationery Stores
453220	Gift, Novelty, & Souvenir Stores
453310	Used Merchandise Stores
453910	Pet & Pet Supplies Stores
453920	Art Dealers
453930	Manufactured (Mobile) Home Dealers
453990	All Other Miscellaneous Store Retailers (including tobacco, candle, & trophy shops)

Nonstore Retailers

454110	Electronic Shopping & Mail-Order Houses
454210	Vending Machine Operators
454311	Heating Oil Dealers
454312	Liquefied Petroleum Gas (Bottled Gas) Dealers
454319	Other Fuel Dealers
454390	Other Direct Selling Establishments (including door-to-door retailing, frozen food plan providers, party plan merchandisers, & coffee-break service providers)

Transportation and Warehousing

Air, Rail, and Water Transportation

481000	Air Transportation
482110	Rail Transportation
483000	Water Transportation

Truck Transportation

484110	General Freight Trucking, Local
484120	General Freight Trucking, Long-distance
484200	Specialized Freight Trucking

Transit and Ground Passenger Transportation

485110	Urban Transit Systems
485210	Interurban & Rural Bus Transportation
485310	Taxi Service
485320	Limousine Service
485410	School & Employee Bus Transportation
485510	Charter Bus Industry
485990	Other Transit & Ground Passenger Transportation

Pipeline Transportation

486000	Pipeline Transportation
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Scenic & Sightseeing Transportation

487000	Scenic & Sightseeing Transportation
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Code	
Support Activities for Transportation	
488100	Support Activities for Air Transportation
488210	Support Activities for Rail Transportation
488300	Support Activities for Water Transportation
488410	Motor Vehicle Towing
488490	Other Support Activities for Road Transportation
488510	Freight Transportation Arrangement
488990	Other Support Activities for Transportation

Couriers and Messengers

492110	Couriers
492210	Local Messengers & Local Delivery

Warehousing and Storage

493100	Warehousing & Storage (except lessors of miniwarehouses & self-storage units)
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Information

Publishing Industries

511110	Newspaper Publishers
511120	Periodical Publishers
511130	Book Publishers
511140	Database & Directory Publishers
511190	Other Publishers
511210	Software Publishers

Motion Picture and Sound Recording Industries

512100	Motion Picture & Video Industries (except video rental)
512200	Sound Recording Industries

Broadcasting and Telecommunications

513100	Radio & Television Broadcasting
513200	Cable Networks & Program Distribution
513300	Telecommunications (including paging, cellular, satellite, & other telecommunications)

Information Services and Data Processing Services

514100	Information Services (including news syndicates, libraries, & on-line information services)
514210	Data Processing Services

Finance and Insurance

Depository Credit Intermediation

522110	Commercial Banking
522120	Savings Institutions
522130	Credit Unions
522190	Other Depository Credit Intermediation

Nondepository Credit Intermediation

522210	Credit Card Issuing
522220	Sales Financing
522291	Consumer Lending
522292	Real Estate Credit (including mortgage bankers & originators)
522293	International Trade Financing
522294	Secondary Market Financing
522298	All Other Nondepository Credit Intermediation

Activities Related to Credit Intermediation

522300	Activities Related to Credit Intermediation (including loan brokers)
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Securities, Commodity Contracts, and Other Financial Investments and Related Activities

523110	Investment Banking & Securities Dealing
523120	Securities Brokerage
523130	Commodity Contracts Dealing
523140	Commodity Contracts Brokerage

523210	Securities & Commodity Exchanges
523900	Other Financial Investment Activities (including portfolio management & investment advice)

Insurance Carriers and Related Activities

524140	Direct Life, Health, & Medical Insurance & Reinsurance Carriers
524150	Direct Insurance & Reinsurance (except Life, Health, & Medical) Carriers
524210	Insurance Agencies & Brokerages
524290	Other Insurance Related Activities

Funds, Trusts, and Other Financial Vehicles

525100	Insurance & Employee Benefit Funds
525910	Open-End Investment Funds (Form 1120-RIC)
525920	Trusts, Estates, & Agency Accounts
525930	Real Estate Investment Trusts (Form 1120-REIT)
525990	Other Financial Vehicles

Real Estate and Rental and Leasing

Real Estate

531110	Lessors of Residential Buildings & Dwellings
531120	Lessors of Nonresidential Buildings (except Miniwarehouses)
531130	Lessors of Miniwarehouses & Self-Storage Units
531190	Lessors of Other Real Estate Property
531210	Offices of Real Estate Agents & Brokers
531310	Real Estate Property Managers
531320	Offices of Real Estate Appraisers
531390	Other Activities Related to Real Estate

Rental and Leasing Services

532100	Automotive Equipment Rental & Leasing
532210	Consumer Electronics & Appliances Rental
532220	Formal Wear & Costume Rental
532230	Video Tape & Disc Rental
532290	Other Consumer Goods Rental
532310	General Rental Centers
532400	Commercial & Industrial Machinery & Equipment Rental & Leasing

Lessors of Nonfinancial Intangible Assets (except copyrighted works)

533110	Lessors of Nonfinancial Intangible Assets (except copyrighted works)
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Professional, Scientific, and Technical Services

Legal Services

541110	Offices of Lawyers
541190	Other Legal Services

Accounting, Tax Preparation, Bookkeeping, and Payroll Services

541211	Offices of Certified Public Accountants
541213	Tax Preparation Services
541214	Payroll Services
541219	Other Accounting Services

Architectural, Engineering, and Related Services

541310	Architectural Services
541320	Landscape Architecture Services
541330	Engineering Services
541340	Drafting Services
541350	Building Inspection Services

Code
541360 Geophysical Surveying & Mapping Services
541370 Surveying & Mapping (except Geophysical) Services
541380 Testing Laboratories
Specialized Design Services
541400 Specialized Design Services (including interior, industrial, graphic, & fashion design)
Computer Systems Design and Related Services
541511 Custom Computer Programming Services
541512 Computer Systems Design Services
541513 Computer Facilities Management Services
541519 Other Computer Related Services
Other Professional, Scientific, and Technical Services
541600 Management, Scientific, & Technical Consulting Services
541700 Scientific Research & Development Services
541800 Advertising & Related Services
541910 Marketing Research & Public Opinion Polling
541920 Photographic Services
541930 Translation & Interpretation Services
541940 Veterinary Services
541990 All Other Professional, Scientific, & Technical Services

Management of Companies (Holding Companies)

551111 Offices of Bank Holding Companies
551112 Offices of Other Holding Companies

Administrative and Support and Waste Management and Remediation Services

Administrative and Support Services
561110 Office Administrative Services
561210 Facilities Support Services
561300 Employment Services
561410 Document Preparation Services
561420 Telephone Call Centers
561430 Business Service Centers (including private mail centers & copy shops)
561440 Collection Agencies
561450 Credit Bureaus
561490 Other Business Support Services (including repossession services, court reporting, & stenotype services)

Code
561500 Travel Arrangement & Reservation Services
561600 Investigation & Security Services
561710 Exterminating & Pest Control Services
561720 Janitorial Services
561730 Landscaping Services
561740 Carpet & Upholstery Cleaning Services
561790 Other Services to Buildings & Dwellings
561900 Other Support Services (including packaging & labeling services, & convention & trade show organizers)

Waste Management and Remediation Services

562000 Waste Management & Remediation Services

Educational Services

611000 Educational Services (including schools, colleges, & universities)

Health Care and Social Assistance

Offices of Physicians and Dentists

621111 Offices of Physicians (except mental health specialists)
621112 Offices of Physicians, Mental Health Specialists
621210 Offices of Dentists

Offices of Other Health Practitioners

621310 Offices of Chiropractors
621320 Offices of Optometrists
621330 Offices of Mental Health Practitioners (except Physicians)
621340 Offices of Physical, Occupational & Speech Therapists, & Audiologists
621391 Offices of Podiatrists
621399 Offices of All Other Miscellaneous Health Practitioners

Outpatient Care Centers

621410 Family Planning Centers
621420 Outpatient Mental Health & Substance Abuse Centers
621491 HMO Medical Centers
621492 Kidney Dialysis Centers
621493 Freestanding Ambulatory Surgical & Emergency Centers
621498 All Other Outpatient Care Centers

Medical and Diagnostic Laboratories

621510 Medical & Diagnostic Laboratories

Home Health Care Services

621610 Home Health Care Services

Code
Other Ambulatory Health Care Services
621900 Other Ambulatory Health Care Services (including ambulance services & blood & organ banks)

Hospitals

622000 Hospitals

Nursing and Residential Care Facilities

623000 Nursing & Residential Care Facilities

Social Assistance

624100 Individual & Family Services
624200 Community Food & Housing, & Emergency & Other Relief Services
624310 Vocational Rehabilitation Services
624410 Child Day Care Services

Arts, Entertainment, and Recreation

Performing Arts, Spectator Sports, and Related Industries

711100 Performing Arts Companies
711210 Spectator Sports (including sports clubs & racetracks)
711300 Promoters of Performing Arts, Sports, & Similar Events
711410 Agents & Managers for Artists, Athletes, Entertainers, & Other Public Figures
711510 Independent Artists, Writers, & Performers

Museums, Historical Sites, and Similar Institutions

712100 Museums, Historical Sites, & Similar Institutions

Amusement, Gambling, and Recreation Industries

713100 Amusement Parks & Arcades
713200 Gambling Industries
713900 Other Amusement & Recreation Industries (including golf courses, skiing facilities, marinas, fitness centers, & bowling centers)

Accommodation and Food Services

Accommodation

721110 Hotels (except casino hotels) & Motels
721120 Casino Hotels
721191 Bed & Breakfast Inns
721199 All Other Traveler Accommodation
721210 RV (Recreational Vehicle) Parks & Recreational Camps
721310 Rooming & Boarding Houses

Code
Food Services and Drinking Places
722110 Full-Service Restaurants
722210 Limited-Service Eating Places
722300 Special Food Services (including food service contractors & caterers)
722410 Drinking Places (Alcoholic Beverages)

Other Services

Repair and Maintenance

811110 Automotive Mechanical & Electrical Repair & Maintenance
811120 Automotive Body, Paint, Interior, & Glass Repair
811190 Other Automotive Repair & Maintenance (including oil change & lubrication shops & car washes)
811210 Electronic & Precision Equipment Repair & Maintenance
811310 Commercial & Industrial Machinery & Equipment (except Automotive & Electronic) Repair & Maintenance
811410 Home & Garden Equipment & Appliance Repair & Maintenance
811420 Reupholstery & Furniture Repair
811430 Footwear & Leather Goods Repair
811490 Other Personal & Household Goods Repair & Maintenance

Personal and Laundry Services

812111 Barber Shops
812112 Beauty Salons
812113 Nail Salons
812190 Other Personal Care Services (including diet & weight reducing centers)
812210 Funeral Homes & Funeral Services
812220 Cemeteries & Crematories
812310 Coin-Operated Laundries & Drycleaners
812320 Drycleaning & Laundry Services (except Coin-Operated)
812330 Linen & Uniform Supply
812910 Pet Care (except Veterinary) Services
812920 Photofinishing
812930 Parking Lots & Garages
812990 All Other Personal Services
Religious, Grantmaking, Civic, Professional, and Similar Organizations
813000 Religious, Grantmaking, Civic, Professional, & Similar Organizations

Related FTB Forms and Publications

FTB 3553	Enterprise Zone Employee Credit
FTB 3805Z	Enterprise Zone Business Booklet
FTB 3806	Los Angeles Revitalization Zone Business Booklet
FTB 3807	Local Agency Military Base Recovery Area Business Booklet
FTB 3808	Manufacturing Enhancement Area Business Booklet
FTB 3809	Targeted Tax Area Business Booklet
FTB 3535	Manufacturers' Investment Credit
FTB Pub. 1102	Guidelines for Local Agency Military Base Recovery Area Tax Incentives
FTB Pub. 1145	Guidelines for the Manufacturing Enhancement Area Tax Incentive
FTB Pub. 1157	Guidelines for Targeted Tax Area Tax Incentives
FTB 1113	Frequently Asked Questions About the Manufacturers' Investment Credit (MIC)
FTB 1118	Frequently Asked Questions About the Local Agency Military Base Recovery Area (LAMBRA) Tax Incentives
FTB 1126	Frequently Asked Questions About the Enterprise Zone Tax Incentives

Where to Get Tax Forms and Publications

By Internet – You can download, view, and print California tax forms and publications. Go to our Website at: www.ftb.ca.gov

Other state agencies' information can be accessed through the State Agency Index located on the California State Website at: www.ca.gov

By phone – Use our automated toll-free phone service to order form FTB 3805Z. Call (800) 338-0505, select personal income tax forms requests then select to order forms and publications, and enter code **901** when you are instructed to do so. Use the general telephone service to order all other forms and publications listed above.

Please allow two weeks to receive your order. If you live outside California, please allow three weeks to receive your order.

In person – Many libraries, post offices, and banks provide free California personal income tax booklets during the filing season. Most libraries and some quick print businesses have forms and schedules to photocopy (a nominal fee may apply). **Note:** Employees at libraries, post offices, banks, and quick print businesses cannot provide tax information or assistance.

By mail – Write to:

TAX FORMS REQUEST UNIT
FRANCHISE TAX BOARD
PO BOX 307
RANCHO CORDOVA CA 95741-0307

Economic Development Area Information

Further information about the enterprise zone tax incentives is available from the Franchise Tax Board:

Telephone: (916) 845-3464
Fax: (916) 845-6791
Website: www.ftb.ca.gov

General Toll-Free Phone Service

Our general toll-free phone service is available:

- Monday-Friday, 7 a.m. until 8 p.m.; and
- Saturdays, 8 a.m. until 5 p.m.

Note: We may modify these hours without notice to meet operational needs.

From within the United States (800) 852-5711
From outside the United States (916) 845-6500
(not toll-free)

Assistance for persons with disabilities

The Franchise Tax Board complies with provisions of the Americans with Disabilities Act.

From voice phone (800) 735-2929
(California Relay Service)

From TTY/TDD (800) 822-6268
(Direct line to FTB customer service)

For all other assistance or special accommodations, call (800) 852-5711.

For federal tax questions:

Call the IRS at (800) 829-1040

Asistencia Bilingüe en Español

Para obtener servicios en Español y asistencia para completar su declaración de impuestos/formularios, llame al número de teléfono (anotado arriba) que le corresponde.