

Targeted Tax Area Deduction and Credit Summary

2023

3809

Attach to your California tax return.

Name(s) as shown on your California tax return

SSN or ITIN CA Corporation no. FEIN

California Secretary of State (SOS) file number

Qualified taxpayer's SIC code. See instructions. _____

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 **E** _____

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

G. Gross annual receipts of the business. **G** _____

H. Total asset value of the business. **H** _____

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

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

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

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

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

Part II Portion of Business Attributable to the Former Targeted Tax Area. See instructions.

2 Enter the average apportionment percentage of your business that is in the former TTA from Worksheet I,

Section A, line 4. If your operation is wholly within the former TTA, the average apportionment percentage is 100% (1.00) . . . **2** _____

Part III Net Operating Loss (NOL) Carryover and Deduction. See instructions.

3 a Enter the total NOL carryover from prior years from Worksheet II, line 9, column (b). **3a** _____

b Enter the total NOL deduction used in the current year from Worksheet II, line 9, column (c). Enter this amount on Schedule CA (540), Part I, Section B, line 9b3, column B; Schedule CA (540NR), Part II, Section B, line 9b3, column B; Form 100, line 20; Form 100W, line 20; Form 100S, line 18; or Form 109, line 6. **3b** _____

c Enter the TTA NOL carryover to future years from Worksheet II, line 9, column (e). **3c** _____

Schedule Z Computation of Credit Carryover Limitations — Targeted Tax Area

Part I Computation of Credit Limitations. See instructions.

| | | | |
|----------|--|-----------|--|
| 1 | Trade or business income. Individuals: Enter the amount from Worksheet I, Section B, 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 form FTB 3809, Part II) <input checked="" type="radio"/> | 1 | |
| 2 | Corporations: Enter the average apportionment percentage from Worksheet I, Section A, line 4. See instructions . . . | 2 | |
| 3 | Multiply line 1 by line 2 | 3 | |
| 4 | Enter the TTA NOL deduction from Worksheet II, line 9, 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 35; Form 540NR, line 42; Form 541, line 21; Form 100, line 23; Form 100W, line 23; Form 100S, line 21; 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 business income. Go to Part II, Part III, or Part IV. See instructions. <input checked="" type="radio"/> | 7 | |

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

| (a) Credit name | (b) Total prior year carryover | (c) Total credit assigned from form FTB 3544, Part A, col. (g) | (d) Total credit col. (b) minus col. (c) | (e) Limitation based on TTA business income | (f) Credit carryover used on Sch. P can never be greater than col. (d) or col. (e) | (g) Total credit carryover col. (d) minus col. (e) |
|--|-----------------------------------|---|---|--|---|---|
| 8 Hiring credit carryover | A | | | | | |
| | B | | | | | <input checked="" type="radio"/> |
| 9 Sales or use tax credit carryover | A | | | | | |
| | B | | | | | |

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

| (a) Credit name | (b) Total prior year carryover | (c) Credit carryover used this year by S corporation | (d) Carryover col. (b) minus col. (c) |
|---|-----------------------------------|---|--|
| 10 Hiring credit carryover | | | |
| 11 Sales or use tax credit carryover | | | |

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

| (a) Credit name | (b) Total prior year carryover | (c) Total credit assigned from form FTB 3544, Part A, col. (g) | (d) Total credit carryover col. (b) minus col. (c) |
|---|-----------------------------------|---|---|
| 12 Hiring credit carryover | | | |
| 13 Sales or use tax credit carryover | | | |

See How to Claim the Credit Carryover, in the instructions.