

# 2019 New Employment Credit

# 3554

Attach to your California tax return.

Name(s) as shown on your California tax return	<input type="checkbox"/> SSN or ITIN <input type="checkbox"/> CA Corporation no. <input type="checkbox"/> FEIN
	California Secretary of State (SOS) file number
Name of taxpayer generating the credit. See instructions.	<input type="checkbox"/> SSN or ITIN <input type="checkbox"/> CA Corporation no. <input type="checkbox"/> FEIN
	California Secretary of State (SOS) file number

- A. Did the business receive a **tentative reservation** for all claimed employees?  
 Yes     No    If no, stop. See instructions.
- B. Principal Business Activity Code of the business \_\_\_\_\_
- C. Previous taxable year's gross receipts \_\_\_\_\_

### Part I Net Increase in Full-Time Employees

**Section A** – Enter your base year \_\_\_\_\_. See Part I instructions for base year rules.

Complete Section A to calculate the total number of annual full-time equivalents working in California during the base year. See Part I, instructions for base year rules.

1	Number of full-time hourly and salaried employees that were employed for the entire taxable year	1	_____
2	Number of full-time hourly employees that were employed for less than 52 weeks during the taxable year	2	_____
3	Total number of hours worked by employees in line 2 (not to exceed 2,000 hours per employee)	3	_____
4	Divide line 3 by 2000. See instructions	4	_____
5	Number of full-time salaried employees that were employed for less than 52 weeks during the taxable year	5	_____
6	Total number of weeks worked by employees in line 5	6	_____
7	Divide line 6 by 52. See instructions	7	_____
8	<b>Base year annual full-time equivalents.</b> Add lines 1, 4 and 7. See instructions	8	_____

### Section B – Taxable year 2019.

Complete Section B to calculate the total number of annual full-time equivalents in California during the current taxable year.

9	Number of full-time hourly and salaried employees that were employed for the entire taxable year	9	_____
10	Number of full-time hourly employees that were employed for less than 52 weeks during the taxable year	10	_____
11	Total number of hours worked by employees in line 10 (not to exceed 2,000 hours per employee)	11	_____
12	Divide line 11 by 2000. See instructions	12	_____
13	Number of full-time salaried employees that were employed for less than 52 weeks during the taxable year	13	_____
14	Total number of weeks worked by employees in line 13	14	_____
15	Divide line 14 by 52. See instructions	15	_____
16	<b>Current year annual full-time equivalents.</b> Add lines 9, 12 and 15. See instructions	16	_____

### Part II Available Credit

17	Net increase in full-time employees. Subtract line 8 from line 16. If the amount on line 17 is zero or less, <b>stop, you do not qualify</b>	17	_____
18	Total qualified full-time employees. See instructions	18	_____
19	Applicable percentage. Divide line 17 by line 18 (not to exceed 1.0000)	19	_____
20	Tentative credit. See instructions	20	_____
21	Credit generated. Multiply line 20 by line 19	21	_____
22	Pass-through new employment credit(s) from Schedule K-1 (100S, 541, 565, or 568). See instructions	22	_____
23	Credit carryover from prior year	23	_____
24	Total available new employment credit. Add line 21, line 22, and line 23	24	_____
25a	<b>Credit claimed.</b> Enter the amount of the credit claimed on the current year tax return. See instructions. (Do not include any assigned credit claimed on form FTB 3544, Part B.)	25a	_____
b	Total credit assigned. Enter the total amount from form FTB 3544, Part A, column (g). If you are not a corporation, enter -0-. See instructions	25b	_____
26	Credit carryover available for future years. Add line 25a and line 25b, subtract the result from line 24	26	_____

### Part III Credit Recapture

27	Credit recapture. See instructions	27	_____
----	------------------------------------	----	-------