

2001 California Adjustments —Residents

CA (540)

Important: Attach this schedule directly behind Form 540, Side 2.

Name(s) as shown on return

Social security number

Part I Income Adjustment Schedule

Table with columns A (Federal Amounts), B (Subtractions), and C (Additions). Rows include Section A - Income items like Wages, salaries, tips, etc. (7), Taxable interest income (8), Ordinary dividends (9), State tax refund (10), Alimony received (11), Business income or (loss) (12), Capital gain or (loss) (13), Other gains or (losses) (14), Total IRA distributions (15), Total pensions and annuities (16), Rental real estate, royalties, partnerships, S corporations, trusts, etc. (17), Farm income or (loss) (18), Unemployment compensation (19), Social security benefits (20), and Other income (21) with sub-items a-f. Total line 22.

Section B - Adjustments to Income

Table with columns A, B, and C. Rows include IRA deduction (23), Student loan interest deduction (24), Medical savings account deduction (25), Moving expenses (26), One-half of self-employment tax (27), Self-employed health insurance deduction (28), Keogh and self-employed SEP and SIMPLE plans (29), Penalty on early withdrawal of savings (30), Alimony paid (31a), and Total (33).

Part II Adjustments to Federal Itemized Deductions

Table with rows 35-39 for federal itemized deductions and row 40 for standard deduction comparison. Row 40 includes instructions for single/married filing separate, married filing joint, and head of household.

2001

Depreciation and Amortization Adjustments

Do not complete this form if your California depreciation amounts are the same as federal amounts.

3885A

Name(s) as shown on return Business or activity to which Form FTB 3885A relates Social security number

Part I Identify the activity as passive or nonpassive. (See instructions.)

1 This form is being completed for a passive activity. This form is being completed for a nonpassive activity.

Part II Election to Expense Certain Tangible Property (IRC Section 179).

2 Enter the amount from line 12 of the worksheet in the instructions 2

Table with 6 columns: (a) Description of property placed in service, (b) Date placed in service, (c) California basis for depreciation, (d) Method, (e) Life or rate, (f) California depreciation deduction. Row 3 is the first data row.

4 Add the amounts on line 3, column (f) 4

5 California depreciation for assets placed in service prior to 2001 5

6 Total California depreciation from this activity. Add the amounts on line 2, line 4, and line 5 6

7 Total federal depreciation from this activity. Enter depreciation from your federal Form 4562, line 21 7

8 a If line 6 is more than line 7, enter the difference here and see instructions 8a

b If line 6 is less than line 7, enter the difference here and see instructions 8b

Table with 6 columns: (a) Description of cost amortizable, (b) Date placed in service, (c) California basis for amortization, (d) Code section, (e) Period or percentage, (f) California amortization deduction. Row 9 is the first data row.

10 Total California amortization from this activity. Add the amounts on line 9, column (f) 10

11 California amortization of costs that began before 2001 11

12 Total California amortization from this activity. Add the amounts on line 10 and line 11 12

13 Total federal amortization from this activity. Enter amortization from your federal Form 4562, line 42 13

14 a If line 12 is more than line 13, enter the difference here and see instructions 14a

b If line 12 is less than line 13, enter the difference here and see instructions 14b

2001

California Capital Gain or Loss Adjustment

Do not complete this schedule if all of your California gains (losses) are the same as your federal gains (losses).

D

Table with 5 columns: (a) Description of property, (b) Sales price, (c) Cost or other basis, (d) Loss, (e) Gain. Rows 1a and 1b are the first data rows.

2 Net gain or (loss) shown on California Schedule(s) K-1 (541, 565, 568, and 100S) 2

3 Capital gain distributions (federal Form 1099-DIV, box 2a minus box 2e) 3

4 Total 2001 gains from all sources. Add column (e) amounts of line 1a, line 1b, line 2, and line 3 4

5 2001 loss. Add column (d) amounts of line 1 and line 2 5

6 California capital loss carryover from 2000, if any. See instructions 6

7 Total 2001 loss. Add line 5 and line 6 7

8 Combine line 4 and line 7. If a loss, go to line 9. If a gain, go to line 10 8

9 If line 8 is a loss, enter the smaller of: (a) the loss on line 8; or (b) \$3,000 (\$1,500 if married filing a separate return). See instructions 9

10 Enter the amount from federal Form 1040, line 13 10

11 Enter the California gain from line 8 or loss from line 9 11

12 a If line 10 is more than line 11, enter the difference here and on Schedule CA (540 or 540NR) line 13, col. B 12a

b If line 10 is less than line 11, enter the difference here and on Schedule CA (540 or 540NR), line 13, col. C 12b