

2006 California Adjustments – Residents

CA (540)

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

Name(s) as shown on return

SSN or ITIN

Part I Income Adjustment Schedule

Section A – Income

	A	Federal Amounts (taxable amounts from your federal return)	B	Subtractions See instructions	C	Additions See instructions
7	Wages, salaries, tips, etc. See instructions before making an entry in column B or C . . .	7				
8	Taxable interest income	8				
9	Ordinary dividends. See instructions. (b) _____	(a)				
10	Taxable refunds, credits, offsets of state and local income taxes	10				
11	Alimony received	11				
12	Business income or (loss)	12				
13	Capital gain or (loss). See instructions	13				
14	Other gains or (losses)	14				
15	Total IRA distributions. See instructions. (a) _____	(b)				
16	Total pensions and annuities. See instructions. (a) _____	(b)				
17	Rental real estate, royalties, partnerships, S corporations, trusts, etc.	17				
18	Farm income or (loss)	18				
19	Unemployment compensation. Enter the same amount in column A and column B.	19				
20	Social security benefits (a) _____	(b)				
21	Other income.					
	a California lottery winnings			a		
	b Disaster loss carryover from FTB 3805V			b		
	c Federal NOL (Form 1040, line 21)			c		
	d NOL carryover from FTB 3805V			d		
	e NOL from FTB 3805D, 3805Z, 3806, 3807, or 3809			e		
	f Other (describe) _____			f		
22	Total. Combine line 7 through line 21 in column A. Add line 7 through line 21f in column B and column C. Go to Section B.	22				

Section B – Adjustments to Income

23	Archer MSA deduction	23				
24	Certain business expenses of reservists, performing artists, and fee-basis government officials	24				
25	Health savings account deduction	25				
26	Moving expenses	26				
27	One-half of self-employment tax	27				
28	Self-employed SEP, SIMPLE, and qualified plans	28				
29	Self-employed health insurance deduction	29				
30	Penalty on early withdrawal of savings	30				
31a	Alimony paid. (b) Recipient's: SSN _____ - _____ - _____					
	Last name _____	31a				
32	IRA deduction	32				
33	Student loan interest deduction	33				
34	Jury duty pay you gave to your employer	34				
35	Domestic production activities deduction	35				
36	Add line 23 through line 31a and line 32 through line 35 in columns A, B, and C. See instructions	36				
37	Total. Subtract line 36 from line 22 in columns A, B, and C. See instructions	37				

Part II Adjustments to Federal Itemized Deductions

38	Federal itemized deductions. Add the amounts on federal Schedule A (Form 1040), lines 4, 9, 14, 18, 19, 26, and 27	38	_____
39	Enter total of federal Schedule A (Form 1040), line 5 (State Disability Insurance, and state and local income tax, or General Sales Tax) and line 8 (foreign taxes only). See instructions	39	_____
40	Subtract line 39 from line 38	40	_____
41	Other adjustments including California lottery losses. See instructions. Specify _____	41	_____
42	Combine line 40 and line 41	42	_____
43	Is your federal AGI (Form 540, line 13) more than the amount shown below for your filing status?		
	Single or married filing separately.	\$150,743	
	Head of household	\$226,119	
	Married filing jointly or qualifying widow(er)	\$301,491	
	No. Transfer the amount on line 42 to line 43		
	Yes. Complete the Itemized Deductions Worksheet in the instructions for Schedule CA (540), line 43	43	<input type="text"/>
44	Enter the larger of the amount on line 43 or your standard deduction listed below		
	Single or married filing separately.	\$3,410	
	Married filing jointly, head of household, or qualifying widow(er).	\$6,820	
	Transfer the amount on line 44 to Form 540, line 18	44	<input type="text"/>