

2018 California Adjustments – Residents

CA (540)

Important: Attach this schedule behind Form 540, Side 5 as a supporting California schedule.

Names(s) as shown on tax return

SSN or ITIN

Part I Income Adjustment Schedule

Section A – Income from federal Form 1040

Table with 3 columns: Federal Amounts, Subtractions, Additions. Rows 1-5: Wages, salaries, tips, etc.; Taxable interest; Ordinary dividends; IRAs, pensions, and annuities; Social security benefits.

Section B – Additional Income from federal Schedule 1 (Form 1040)

Table with 3 columns: Federal Amounts, Subtractions, Additions. Rows 10-22: Taxable refunds, credits, or offsets of state and local income taxes; Alimony received; Business income or (loss); Capital gain or (loss); Other gains or (losses); Reserved; Rental real estate, royalties, partnerships, S corporations, trusts, etc.; Farm income or (loss); Unemployment compensation; Reserved; Other income; Total.

Section C – Adjustments to Income from federal Schedule 1 (Form 1040)

Table with 3 columns: Federal Amounts, Subtractions, Additions. Rows 23-37: Educator expenses; Certain business expenses of reservists, performing artists, and fee-basis government officials; Health savings account deduction; Moving expenses; Deductible part of self-employment tax; Self-employed SEP, SIMPLE, and qualified plans; Self-employed health insurance deduction; Penalty on early withdrawal of savings; Alimony paid; IRA deduction; Student loan interest deduction; Reserved; Add line 23 through line 31a and line 32 through line 35 in columns A, B, and C; Total.

**Part II Adjustments to Federal Itemized Deductions**

Check the box if you did NOT itemize for federal but will itemize for California

**A Federal Amounts**  
(from federal Schedule A  
(Form 1040))

**B Subtractions**  
See instructions

**C Additions**  
See instructions

**Medical and Dental Expenses**

<b>1</b>	Medical and dental expenses	<input checked="" type="radio"/>	<b>1</b>			
<b>2</b>	Enter amount from federal Form 1040, line 7	<input checked="" type="radio"/>	<b>2</b>			
<b>3</b>	Multiply line 2 by 7.5% (0.075)	<input checked="" type="radio"/>	<b>3</b>			
<b>4</b>	Subtract line 3 from line 1. If line 3 is more than line 1, enter 0	<input checked="" type="radio"/>	<b>4</b>			

**Taxes You Paid**

<b>5a</b>	State and local income tax or general sales taxes	<input checked="" type="radio"/>	<b>5a</b>	<input checked="" type="radio"/>		
<b>5b</b>	State and local real estate taxes	<input checked="" type="radio"/>	<b>5b</b>			
<b>5c</b>	State and local personal property taxes	<input checked="" type="radio"/>	<b>5c</b>			
<b>5d</b>	Add lines 5a through 5c	<input checked="" type="radio"/>	<b>5d</b>			
<b>5e</b>	Enter the smaller of line 5d or \$10,000 (\$5,000 if married filing separately) in column A. Enter the amount from line 5a, column B in line 5e, column B Enter the difference from line 5d and line 5e, column A in line 5e, column C	<input checked="" type="radio"/>	<b>5e</b>	<input checked="" type="radio"/>	<input checked="" type="radio"/>	<input checked="" type="radio"/>
<b>6</b>	Other taxes. List type	<input checked="" type="radio"/>	<b>6</b>	<input checked="" type="radio"/>		
<b>7</b>	Add lines 5e and 6	<input checked="" type="radio"/>	<b>7</b>	<input checked="" type="radio"/>		<input checked="" type="radio"/>

**Interest You Paid**

<b>8a</b>	Home mortgage interest and points reported to you on Form 1098	<input checked="" type="radio"/>	<b>8a</b>			<input checked="" type="radio"/>
<b>8b</b>	Home mortgage interest not reported to you on Form 1098	<input checked="" type="radio"/>	<b>8b</b>			<input checked="" type="radio"/>
<b>8c</b>	Points not reported to you on Form 1098	<input checked="" type="radio"/>	<b>8c</b>			<input checked="" type="radio"/>
<b>8d</b>	Reserved		<b>8d</b>			
<b>8e</b>	Add lines 8a through 8c	<input checked="" type="radio"/>	<b>8e</b>			<input checked="" type="radio"/>
<b>9</b>	Investment interest	<input checked="" type="radio"/>	<b>9</b>	<input checked="" type="radio"/>		<input checked="" type="radio"/>
<b>10</b>	Add lines 8e and 9	<input checked="" type="radio"/>	<b>10</b>	<input checked="" type="radio"/>		<input checked="" type="radio"/>

**Gifts to Charity**

<b>11</b>	Gifts by cash or check	<input checked="" type="radio"/>	<b>11</b>	<input checked="" type="radio"/>		<input checked="" type="radio"/>
<b>12</b>	Other than by cash or check	<input checked="" type="radio"/>	<b>12</b>	<input checked="" type="radio"/>		<input checked="" type="radio"/>
<b>13</b>	Carryover from prior year	<input checked="" type="radio"/>	<b>13</b>	<input checked="" type="radio"/>		<input checked="" type="radio"/>
<b>14</b>	Add lines 11 through 13	<input checked="" type="radio"/>	<b>14</b>	<input checked="" type="radio"/>		<input checked="" type="radio"/>

**Casualty and Theft Losses**

<b>15</b>	Casualty or theft loss(es) (other than net qualified disaster losses). Attach federal Form 4684. See instructions	<input checked="" type="radio"/>	<b>15</b>	<input checked="" type="radio"/>		<input checked="" type="radio"/>
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**Other Itemized Deductions**

<b>16</b>	Other—from list in federal instructions	<input checked="" type="radio"/>	<b>16</b>	<input checked="" type="radio"/>		<input checked="" type="radio"/>
<b>17</b>	Add lines 4, 7, 10, 14, 15, and 16 in columns A, B, and C	<input checked="" type="radio"/>	<b>17</b>	<input checked="" type="radio"/>		<input checked="" type="radio"/>

**18 Total Adjustments to Federal Itemized Deductions.** Combine line 17 column A less column B plus column C  **18**

**Job Expenses and Certain Miscellaneous Deductions**

**19** Unreimbursed employee expenses - job travel, union dues, job education, etc.  
Attach federal Form 2106 if required. See instructions.  **19**

**20** Tax preparation fees.  **20**

**21** Other expenses - investment, safe deposit box, etc. List type    **21**

**22** Add lines 19 through 21.  **22**

**23** Enter amount from federal Form 1040, line 7

**24** Multiply line 23 by 2% (0.02). If less than zero, enter 0.  **24**

**25** Subtract line 24 from line 22. If line 24 is more than line 22, enter 0.  **25**

**26 Total Itemized Deductions.** Add line 18 and line 25.  **26**

**27** Other adjustments. See instructions. Specify.    **27**

**28** Combine line 26 and line 27.  **28**

**29 Is your federal AGI (Form 540, line 13) more than the amount shown below for your filing status?**  
Single or married/RDP filing separately . . . . . **\$194,504**  
Head of household . . . . . **\$291,760**  
Married/RDP filing jointly or qualifying widow(er) . . . . . **\$389,013**

**No.** Transfer the amount on line 28 to line 29.

**Yes.** Complete the Itemized Deductions Worksheet in the instructions for Schedule CA (540), line 29.  **29**

**30 Enter the larger of the amount on line 29 or your standard deduction listed below**  
Single or married/RDP filing separately. See instructions. . . . . **\$4,401**  
Married/RDP filing jointly, head of household, or qualifying widow(er) . . . . **\$8,802**

**Transfer the amount on line 30 to Form 540, line 18.**  **30**

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