

California RDP Adjustments Worksheet —
2017 Recalculated Federal Adjusted Gross Income

Name(s) as shown on return

SSN or ITIN

Part I Income Adjustment Worksheet

Section A – Income

Table with columns: A Taxpayer One (taxable amounts from your original federal return), B Taxpayer Two (taxable amounts from your original federal return), C Adjustments, D Adjusted Federal Amounts (using the same rules applicable to spouses). Rows include: 7 Wages, salaries, tips, etc.; 8 Taxable interest; 9 Ordinary dividends; 10 Taxable refunds, credits, offsets of state and local income taxes; 11 Alimony received; 12 Business income or (loss); 13 Capital gain or (loss); 14 Other gains or (losses); 15 IRA distributions; 16 Pensions and annuities; 17 Rental real estate, royalties, partnerships, S corporations, trusts, etc.; 18 Farm income or (loss); 19 Unemployment compensation; 20 Social security benefits; 21 Other income; 22 Total. Combine line 7 through line 21 in column D.

Section B – Adjustments to Income

Table with columns: A Taxpayer One, B Taxpayer Two, C Adjustments, D Adjusted Federal Amounts. Rows include: 23 Educator expenses; 24 Certain business expenses of reservists, performing artists, and fee-basis government officials; 25 Health savings account deduction; 26 Moving expenses; 27 Deductible part of self-employment tax; 28 Self-employed SEP, SIMPLE, and qualified plans; 29 Self-employed health insurance deduction; 30 Penalty on early withdrawal of savings; 31 Alimony paid; 32 IRA deduction; 33 Student loan interest deduction; 34 Reserved; 35 Domestic production activities deduction; 36 Add line 23 through line 35 in column D; 37 Total. Subtract line 36 from line 22 in column D.

Part II Adjustments to Federal Itemized Deductions

38 Federal itemized deductions. Add the amounts on each taxpayer's federal Schedule A (Form 1040), lines 4, 9, 15, 19, 20, 27, and 28. Enter the amount here and on line 38, Schedule CA (540) 38

Note: Apply the 7.5% limitation rule to your federal adjusted gross income to arrive at the amount for line 4. Apply the 2% limitation rule to your adjusted gross income to arrive at the amount for line 27. There are other itemized deductions that are also subject to the 2% limitation rule and some itemized deductions are subject to an overall limitation rule. Get federal Publication 17, Your Federal Income Tax, Part Five, Standard Deduction and Itemized Deductions.