

2012 Research Credit

3523

Attach to your California tax return.

SSN or ITIN or California corporation no.

FEIN

Name(s) as shown on return

California Secretary of State (SOS) file number

Part I Credit Computation. Read the instructions before completing this form.

Section A Regular Credit. Skip this section and go to Section B, Alternative Incremental Credit, if you are electing the alternative incremental credit.

Line 1 through line 4 are to be completed only by corporations (other than S corporations, personal holding companies, and service organizations). Individuals, estates, trusts, partnerships, S corporations, and limited liability companies (LLCs), begin on line 5.

1 Basic research payments paid or incurred during the taxable year. See instructions	1	00
2 Base period amount. See instructions	2	00
3 Subtract line 2 from line 1. If less than zero, enter -0-	3	00
4 Multiply line 3 by 24% (.24)	4	00

Qualified research expenses paid or incurred.

5 Wages for qualified services. See instructions	5	00
6 Cost of supplies. See instructions	6	00
7 Rental or lease costs of computers. See instructions	7	00
8 Enter the applicable percentage of contract research expenses. See instructions	8	00
9 Total qualified research expenses. Add line 5 through line 8	9	00
10 Enter fixed-base percentage, but not more than 16% (.16). See instructions	10	%
11 Enter average annual gross receipts. See instructions	11	00
12 Base amount. Multiply line 11 by the percentage on line 10.	12	00
13 Subtract line 12 from line 9. If zero or less, enter -0-	13	00
14 Multiply line 9 by 50% (.50). See instructions	14	00
15 Enter the smaller of line 13 or line 14.	15	00
16 Multiply line 15 by 15% (.15)	16	00
17 a Regular credit. Add line 4 and line 16. If you do not elect the reduced credit under IRC Section 280C(c), enter the result here, and see instructions for the schedule to attach.	17a	00
b Reduced regular credit under IRC Section 280C(c). Multiply line 17a by the applicable percentage below:		
• 87.7% (.877) for individuals and estates or trusts		
• 91.16% (.9116) for corporations		
• 98.5% (.985) for S corporations		
Enter the reduced credit amount and write "Section 280C(c)" on the dotted line to the left of line 17b.	17b	00

Section B Alternative Incremental Credit. Skip this section if you completed Section A, Regular Credit.

Line 18 through line 21 are to be completed only by corporations (other than S corporations, personal holding companies, and service organizations). Individuals, estates, trusts, partnerships, S corporations, and LLCs, begin on line 22.

18	Basic research payments paid or incurred during the taxable year. See instructions	18	00
19	Base period amount. See instructions	19	00
20	Subtract line 19 from line 18. If less than zero, enter -0-	20	00
21	Multiply line 20 by 24% (.24)	21	00
Qualified research expenses paid or incurred.			
22	Wages for qualified services. See instructions	22	00
23	Cost of supplies. See instructions	23	00
24	Rental or lease costs of computers. See instructions	24	00
25	Enter the applicable percentage of contract research expenses. See instructions	25	00
26	Total qualified research expenses. Add line 22 through line 25	26	00
27	Enter average annual gross receipts. See instructions	27	00
28	Multiply line 27 by 1% (.01)	28	00
29	Subtract line 28 from line 26. If zero or less, enter -0-	29	00
30	Multiply line 27 by 1.5% (.015)	30	00
31	Subtract line 30 from line 26. If zero or less, enter -0-	31	00
32	Subtract line 31 from line 29. If zero or less, enter -0-	32	00
33	Multiply line 27 by 2% (.02)	33	00
34	Subtract line 33 from line 26. If zero or less, enter -0-	34	00
35	Subtract line 34 from line 31. If zero or less, enter -0-	35	00
36	Multiply line 32 by 1.49% (.0149)	36	00
37	Multiply line 35 by 1.98% (.0198)	37	00
38	Multiply line 34 by 2.48% (.0248)	38	00
39	a Alternative incremental credit. Add line 21, line 36, line 37, and line 38. If you do not elect the reduced credit under IRC Section 280C(c), enter the result here, and see instructions for the schedule that must be attached	39a	00
	b Reduced alternative incremental credit under IRC Section 280C(c). Multiply line 39a by the applicable percentage below:		
	• 87.7% (.877) for individuals and estates or trusts		
	• 91.16% (.9116) for corporations		
	• 98.5% (.985) for S corporations		
	Enter the reduced credit amount and write "Section 280C(c)" on the dotted line to the left of line 39b.	39b	00
40	Pass-through research credit(s) from S corporations, estates, trusts, partnerships, and LLCs. See instructions	40	00
41	Current year research credit. If you did not elect the reduced credit under IRC Section 280C(c), add line 17a or line 39a to line 40 and enter the result here. If you elected the reduced credit under IRC Section 280C(c), add line 17b or line 39b to line 40 and enter the result here	41	00
42	Enter the amount of credit on line 41 that is from passive activities. If none of the amount on line 41 is from passive activities, enter -0-	42	00
43	Subtract line 42 from line 41	43	00
44	Enter the allowable credit from passive activities. See instructions	44	00
45	Non-passive activity credit carryover from prior year. See instructions	45	00
46	Total available research credit. Add line 43 through line 45	46	00

Part II Carryover Computation. Do not complete this part if you file Schedule P (100, 100W, 540, 540NR, or 541).

47	a Amount of research credit claimed on current year tax return (do not include any assigned credit claimed from form FTB 3544A)	47a	00
	Your credit may be limited. See instructions for line 47a.		
47	b Total credit assigned to other corporations within combined reporting group from FTB 3544, column (g)	47b	00
48	Credit carryover available to future years. Add line 47a and line 47b, subtract the result from line 46	48	00