

CA Form 565/568 Return
BUSINESS RULES FOR TAX YEAR 2019
Version 2019v3.0

| Rule Number | Parent Schema | Rule Text | Severity | Error Type |
|----------------------|----------------------|--|---------------------|------------|
| F565-020 F568-020 | Return Header | Form 565/568, APE [TaxPeriodEndDate] cannot be earlier than APB [TaxPeriodBeginDate]. | Reject and Continue | |
| F565-025 F568-025 | | Form 565/568 [TaxPeriodEndDate] cannot be earlier than 01/01/2019. | Reject and Continue | |
| F565-030 F568-030 | | Form 565/568, APB [TaxPeriodBeginDate] cannot be later than the current date [Timestamp]. | Reject and Continue | |
| F565-035 F568-035 | | Form 565/568, APE [TaxPeriodEndDate] cannot be later than the current date [Timestamp]. | Reject and Continue | |
| F565-040 F568-040 | | Form 565/568, APE [TaxPeriodEndDate] cannot be more than 375 days past APB [TaxPeriod BeginDate]. | Reject and Continue | |
| F565-050 F568-050 | | Form 565/568, [TaxPeriodBeginDate] cannot be later than 12/31/2019 if the [Timestamp] is greater than 12/31/2020. | Reject and Continue | |
| F565-055 | | Form 565, filer's FEIN [FEIN] or Not applicable reason [NotApplicable] in the CA-ReturnHeader must be present. | Reject and Continue | |
| F568-055 | | Form 568, filer's Secretary of State Number [SOSNumber], LLC Temp Number [LLCTempNumber] or Not applicable reason [NotApplicable] in the CA-ReturnHeader must be present. | Reject and Continue | |
| F568-057 | | Form 568, filer's [FEIN] and [LLCTempNumber] cannot match the Sole Owner's Federal [SSN] or [ITIN]. Note: Applies to all tax years in production. | Reject and Continue | |
| F565-060 | | Form 565, APB [TaxPeriodBeginDate], APE [TaxPeriodEndDate] and FEIN [FEIN] from the CA-Return Header cannot match a previously accepted return unless Schedule Q Amended return [AmendedReturn] or Superseded return [SupersededReturn] box is checked. | Reject and Continue | |
| F568-060 | | Form 568, APB [TaxPeriodBeginDate], APE [TaxPeriodEndDate], Secretary Of State Number [SOSNumber] or LLC temp number [LLCTempNumber] and FEIN [FEIN], if present, from the CA-Return Header cannot match a previously accepted return unless Schedule Q Amended return [AmendedReturn] or Superseded return [SupersededReturn] box is checked. | Reject and Continue | |
| F565-065 F568-065 | | Form 565/568, [TaxPeriodBeginDate] cannot be earlier than 12/10/2018. | Reject and Continue | |
| F565-066 F568-066 | | If Form 565/568 [MotionPictureTvCredit] indicator is checked "Yes", then Form 3541 must be attached. If Form 3541 is attached, then Form 565/568 [MotionPictureTvCredit] indicator must be checked "Yes". | Reject and Continue | |
| F565-100 | Schedule Q | Form 565 Question K [BusinessActivityCode] must be a valid 6-digit Principal Business Activity (PBA) code per the current Form 565 Booklet. | Reject and Continue | |
| F568-100 | | Form 568, Question J [BusinessActivityCode] must be a valid 6-digit Principal Business Activity (PBA) code per the current Form 568 Booklet. | Reject and Continue | |
| F568-107 | | If Form 568, Question K [NbrOfMembersDuringYr] equals "1", then [SoleOwnerConsent] must be present. | Reject and Continue | |

CA Form 565/568 Return
BUSINESS RULES FOR TAX YEAR 2019
Version 2019v3.0

| Rule Number | Parent Schema | Rule Text | Severity | Error Type |
|-------------|---------------|---|---------------------|------------|
| F568-108 | | If Form 568, Question K [NbrOfMembersDuringYr] is greater than "1", then [SoleOwnerConsent] must be blank. | Reject and Continue | |
| F565-105 | | If Form 565, Question Q [IsPartnershipAPartner] is checked "Yes", then Schedule EO must be attached. | Reject and Continue | |
| F565-110 | | If Form 565, Question W [IsApportioningToCA] is checked "Yes", then Schedule R, Line 1a [NetIncomeLossAfterAdjustments] must be present. | Reject and Continue | |
| F568-110 | | If Form 568, Question M(1) [IsApportioningToCA] is checked "Yes" then Schedule R, Line 1a [NetIncomeLossAfterAdjustments] must be present. | Reject and Continue | |
| F568-111 | | If Form 568, Question S [IsMemberOrPartner] is checked "Yes", then Schedule EO must be attached. | Reject and Continue | |
| F565-112 | | If Form 565, Question BB [OwnInterestInDisregardedEntity] is checked "Yes", then Schedule EO must be attached. | Reject and Continue | |
| F568-112 | | If Form 568, Question Z [OwnInterestInDisregardedEntity] is checked "Yes", then Schedule EO must be attached. | Reject and Continue | |
| F568-113 | | If Form 568, Question U(1) [IsDisregardedEntity] is checked "No" then Schedule K must be attached. | Reject and Continue | |
| F568-102 | | If Form 568, Question U(1) [IsDisregardedEntity] is checked "No", then Schedule IW Line 2a [DisregardedEntityGrossIncome] cannot be present. | Reject and Continue | |
| F568-104 | | If Form 568, Question U(1) [IsDisregardedEntity] is checked "No", then Schedule IW Line 2b [DisregardedEntityCostOfGoodsSold] cannot be present. | Reject and Continue | |
| F568-106 | Income | If Form 568 Line 1 [TotalIncome] amount is equal or greater than \$250,000, then Line 2 [AnnualFee] must be greater than zero. | Reject and Continue | |
| F568-115 | | Form 568, Line 1 [TotalIncome] amount must equal Schedule IW, Line 17 [TotalIncome]. | Reject and Continue | |
| F568-116 | | Form 568 Line 3 [AnnualTax] amount must be equal \$800, unless the APB [TaxPeriodBeginDate] minus the APE [TaxPeriodEndDate] in the CA-ReturnHeader is equal to or less than 15 days or Schedule Q question H(2) Final Return [FinalReturn] is checked "Yes". | Reject and Continue | |
| F568-117 | | Form 568, Line 4 [NonConsentingNRTaxLiability] amount must equal Schedule T Side 3 [TotalTaxDue]. | Reject and Continue | |
| F568-119 | | Form 568, Line 6 [TotalTaxAndFee] must equal the sum of Line2 [AnnualFee] + Line 3 [AnnualTax] + Line 4 [NonConsentingNRTaxLiability] + Line 5 [PartnershipLevelTax]. | Reject and Continue | |
| F565-130 | | Form 565, Line 2 [CostOfGoodsSold] amount must equal Schedule A, Line 8 [CostOfGoodsSold] amount. | Reject and Continue | |
| F565-140 | | If Form 565, Line 6 [TotalFarmProfit] amount is present, then Federal Schedule F (Form 1040) must be attached to the state return. | Reject and Continue | |
| F565-150 | | If Form 565, Line 7 [TotalFarmLoss] amount is present, then Federal Schedule F (Form 1040) must be attached to the state return. | Reject and Continue | |

CA Form 565/568 Return
BUSINESS RULES FOR TAX YEAR 2019
Version 2019v3.0

| Rule Number | Parent Schema | Rule Text | Severity | Error Type |
|-------------|-------------------|--|---------------------|------------|
| F565-180 | | If Form 565, Line 8 [TotalSchD-1OrdinaryGains] amount is present, then Schedule D-1 must be attached. | Reject and Continue | |
| F565-190 | | If Form 565, Line 9 [TotalSchD-1OrdinaryLosses] amount is present, then Schedule D-1 must be attached. | Reject and Continue | |
| F565-220 | | Form 565, Line 12 [TotalIncomeLoss] must equal the sum of Lines 3 [GrossProfit] + Line 4 [OtherOrdinaryIncome] + Line 5 [OtherOrdinaryLoss] + Line 6 [TotalFarmProfit] + Line 7 [TotalFarmLoss] + Line 8 [TotalSchD-1OrdinaryGains] + Line 9 [TotalSchD-1OrdinaryLosses] + Line 10 [TotalOtherIncome] + Line 11 [TotalOtherLoss]. | Reject and Continue | |
| F565-230 | Deductions | If Form 565, Line 17a [DepreciationAndAmortization] amount is present, then FTB 3885P must be attached. | Reject and Continue | |
| F565-250 | | Form 565, Line 22 [TotalDeductions] must equal the sum of Lines 13 [SalariesAndWages] + Line 14 [GuaranteedPaymentsToPartners] + Line 15 [BadDebts] + Line 16 [InterestNotClaimedElsewhere] + Line 17c [NetDepreciationAndAmortization] + Line 18 [Depletion] + Line 19 [RetirementPlansEtc] + Line 20 [EmployeeBenefitsPrograms] + Line 21 [OtherDeductions]. | Reject and Continue | |
| F565-255 | | Form 565, Line 23 [OrdinaryIncomeLoss] must equal the result of Line 12 [TotalIncomeLoss] minus Line 22 [TotalDeductions]. | Reject and Continue | |
| F565-257 | | Form 565, Line 26 [TotalTax] must equal the sum of Line 24 [AnnualTax] + Line 25 [PartnershipLevelTax]. | Reject and Continue | |
| F565-260 | Payments | If Form 565, Line 27 [Withholding] amount is present, then Form 592-B or Form 593 must be attached. | Reject and Continue | |
| F568-121 | | If Form 568, Line 9 [Withholding] amount is present, then Form 592-B or Form 593 must be attached. | Reject and Continue | |
| F565-270 | | Form 565, Line 29 [TotalPayments] must equal the sum of Line 27 [Withholding] and Line 28 [ExtensionPayment]. | Reject and Continue | |
| F568-123 | | Form 568, Line 10 [TotalPayments] must equal the sum of Line 7 [TaxAndExtensionPayments] + Line 8 [PriorYearCredit] + Line 9 [Withholding] + Line 10 [IRC1341Credit]. | Reject and Continue | |
| F568-125 | | Form 568, Line 12 [PaymentsBalance] amount must equal Line 10 [TotalPayments] minus Line 11 [UseTax], if Line 10 [TotalPayments] amount is more than Line 11 [UseTax]. | Reject and Continue | |
| F568-126 | | Form 568, Line 13 [UseTaxBalance] must equal Line 11 [UseTax] amount minus Line 10 [TotalPayments], if Line 11 [UseTax] amount is more than Line 10 [TotalPayments]. | Reject and Continue | |
| F565-320 | | Form 565, Line 36 [TotalDue] must equal the result of Line 32 [UseTaxBalance] plus Line 33 [TaxDue] plus Line 35 [PenaltiesAndInterest]. | Reject and Continue | |

CA Form 565/568 Return
BUSINESS RULES FOR TAX YEAR 2019
Version 2019v3.0

| Rule Number | Parent Schema | Rule Text | Severity | Error Type |
|----------------------|------------------------------|--|---------------------|------------|
| F568-128 | Refund Or Amount Due | If Form 568, Line 19 [TotalDue] is significant, it must equal the result of Line 13 [UseTaxBalance] + Line 14 [TaxAndFeeDue] + Line 16 [FutureYearCredit] + 18 [PenaltiesAndInterest] minus Line 15 [Overpayment]. | Reject and Continue | |
| F568-130 | | Form 568, Line 14 [TaxAndFeeDue] must equal Line 6 [TotalTaxAndFee] amount minus Line 12 [PaymentsBalance], if Line 6 [TotalTaxAndFee] amount is more than Line 12 [PaymentsBalance]. | Reject and Continue | |
| F568-132 | | Form 568, Line 15 [Overpayment] must equal Line 12 [PaymentsBalance] amount minus Line 6 [TotalTaxAndFee], if Line 12 [PaymentsBalance] amount is more than Line 6 [TotalTaxAndFee]. | Reject and Continue | |
| F568-134 | | Form 568, Line 17 [Refund] must equal Line 15 [Overpayment] minus Line 16 [FutureYearCredit] if Line 16 [FutureYearCredit] amount is less than Line 15 [Overpayment]. | Reject and Continue | |
| F565-135 | | If the Electronic Funds Withdrawal (EFW) [PaymentType] is "Return", then Form 565 Line 36 [TotalDue] must be significant. | Reject and Continue | |
| F568-135 | | If the Electronic Funds Withdrawal (EFW) [PaymentType] is "Return", then Form 568 Line 19 [TotalDue] must be significant. | Reject and Continue | |
| F565-330 F568-330 | Schedule A | Schedule A, Line 6 [TotalCosts] must equal the sum of Line 1 [InventoryAtBeginningOfYear] + Line 2 [Purchases] + Line 3 [CostOfLabor] + Line 4 [AdditionalIRC Sec 263A Costs] and Line 5 [OtherCosts]. | Reject and Continue | |
| F568-140 | Schedule B Income | If Schedule B, Line 6 [TotalFarmProfit] is present, then Federal Schedule F (Form 1040) must be attached to the state return. | Reject and Continue | |
| F568-150 | | If Schedule B, Line 7 [TotalFarmLoss] amount is present, then Federal Schedule F (Form 1040) must be attached to the state return. | Reject and Continue | |
| F568-180 | | If Schedule B, Line 8 [TotalSchD-1OrdinaryGains] amount is present, then Schedule D-1 must be attached. | Reject and Continue | |
| F568-190 | | If Schedule B, Line 9 [TotalSchD-1OrdinaryLosses] amount is present, then Schedule D-1 must be attached. | Reject and Continue | |
| F568-220 | | Schedule B, Line 12 [TotalIncomeLoss] must equal the sum of Lines 3 [GrossProfit] + Line 4 [OtherOrdinaryIncome] + Line 5 [OtherOrdinaryLoss] + Line 6 [TotalFarmProfit] + Line 7 [TotalFarmLoss] + Line 8 [TotalSchD-1OrdinaryGains] + Line 9 [TotalSchD-1OrdinaryLosses] + Line 10 [TotalOtherIncome] + Line 11 [TotalOtherLoss]. | Reject and Continue | |
| F568-230 | Schedule B Deductions | If Schedule B, Line 17a [DepreciationAndAmortization] amount is present, then FTB 3885L must be attached. | Reject and Continue | |
| F568-250 | | Schedule B, Line 22 [TotalDeductions] must equal the sum of Lines 13 [SalariesAndWages] + Line 14 [GuaranteedPaymentsToPartners] + Line 15 [BadDebts] + Line 16 [InterestNotClaimedElsewhere] + Line 17c [NetDepreciationAndAmortization] + Line 18 [Depletion] + Line 19 [RetirementPlansEtc] + Line 20 [EmployeeBenefitsPrograms] + Line 21 [OtherDeductions]. | Reject and Continue | |
| F568-255 | | Schedule B, Line 23 [OrdinaryIncomeLoss] must equal the result of Line 12 [TotalIncomeLoss] minus Line 22 [TotalDeductions]. | Reject and Continue | |

CA Form 565/568 Return
BUSINESS RULES FOR TAX YEAR 2019
Version 2019v3.0

| Rule Number | Parent Schema | Rule Text | Severity | Error Type |
|--------------------------------|--------------------|--|---------------------|------------|
| F568-260 | Schedule O | If Schedule O, [LiquidatedEntity] element is present, then one of the following elements must be present [SSN], [ITIN], [FEIN], [CACorporationNumber] or [SOSNumber]. | Reject and Continue | |
| F565-355 | Schedule K | If Schedule K, Line 2, column (c) [NetRentalRealEstateIncomeLoss] amount is present, then Federal form 8825 must be attached to the state return. | Reject and Continue | |
| F565-380 F568-380 | | Schedule K, Line 21a, column (d) [TotalIncomePaymentItems] must equal the sum of column (d) for Line 1 [OrdinaryBusinessIncomeLoss] + Line 2 [NetRentalRealEstateIncomeLoss] + 3c [OtherRentalNetIncomeLoss] + Line 4 [GuaranteedPayments] + Line 5 [InterestIncome] + Line 6 [Dividends] + Line 7 [Royalties] + Line 8 [NetSTCGL] + Line 9 [NetLTCGL] + Line 10a [TotalIRCSection1231Gain] + Line 10b [TotalIRCSection1231Loss] + Line 11a [OtherPortfolioIncomeLoss] + Line 11b [TotalOtherIncome] + Line 11c [TotalOtherLoss] minus the sum of Line 12 [RecoveryPropertyExpenses] + Line 13a [CharitableContributions] + Line 13b [InvestmentInterestExpense] + Line 13c [IRCSection59eElectionExpenses] + Line 13d [PortfolioIncome] + Line 13e [Other]. | Reject and Continue | |
| F568-400 | Schedule IW | Schedule IW, Line 7 [IncomeSubtotal] must equal the sum of Line 1a [TradeOrBusinessIncome] + Line 1b [CostOfGoodsSold] + Line 2a [DisregardedEntityGrossIncome] + Line 2b [DisregardedEntityCostOfGoodsSold] + Line 3a [PassThruEntityGrossIncome] + Line 3b [PassThruEntityCostOfGoodsSold] + Line 3c [PassThruEntityDeductions] + Line 4 [GrossFarmIncome] + Line 5 [OtherIncome] + Line 6 [TotalSchD-1OrdinaryGains]. | Reject and Continue | |
| F568-410 | | Schedule IW, Line 8c [TotalGrossRents] must equal the sum of Line 8a [GrossRentsOwnedProperties] + Line 8b [GrossRents]. | Reject and Continue | |
| F568-420 | | Schedule IW, Line 9c [TotalRentalGrossIncomeLoss] must equal the sum of Line 9a [RentalGrossIncomeLoss] + Line 9b [OtherRentalGrossIncLossFromK1]. | Reject and Continue | |
| F568-430 | | Schedule IW, Line 17 [TotalIncome] must equal the sum of Line 7 [IncomeSubtotal] + Line 8c [TotalGrossRents] + Line 9c [TotalRentalGrossIncomeLoss] + Line 10 [Interest] + Line 11 [Dividends] + Line 12 [Royalties] + Line 13 [CapitalGains] + Line 14 [IRCSection1231Gains] + Line 15 [OtherPortfolioIncome] + Line 16 [AdditionalOtherIncome] unless the sum of these amounts is negative, then Line 17 [TotalIncome] must equal zero. | Reject and Continue | |
| SCHD(565)-010 SCHD(568)-010 | Schedule D | If Schedule D, Line 2 [STCGFromInstallmentSales] or Line 6 [LTCGFromInstallmentSales] amount is present, then Form 3805E must be attached for each amount present. | Reject and Continue | |
| SCHD(565)-020 SCHD(568)-020 | | Schedule D, Line 4 [NetSTCGL] must equal the sum of Line 1 [TotalSTCGL] + Line 2 [STCGFromInstallmentSales] + Line 3 [DistributedNetSTCGL]. | Reject and Continue | |
| SCHD(565)-030 SCHD(568)-030 | | Schedule D, Line 9 [NetLTCGL] must equal the sum of Line 5 [TotalLTCGL] + Line 6 [LTCGFromInstallmentSales] + Line 7 [DistributedNetLTCGL] + Line 8 [CGDistributions]. | Reject and Continue | |

CA Form 565/568 Return
BUSINESS RULES FOR TAX YEAR 2019
Version 2019v3.0

| Rule Number | Parent Schema | Rule Text | Severity | Error Type |
|-------------|---------------------|--|---------------------|------------|
| SCHD1-010 | Schedule D-1 | If Schedule D-1, Line 4 [GainInstallmentSalesForm3805E] amount is significant, then Form 3805E must be attached. | Reject and Continue | |
| SCHD1-020 | | If Schedule D-1, line 5 [GainLossForm8824] amount is significant, then Federal form 8824 must be attached to the state return. | Reject and Continue | |
| SCHD1-050 | | If Schedule D-1, Line 14 [NetGainLossForm4684] amount is significant, then Federal form 4684 must be attached to the state return. | Reject and Continue | |
| SCHD1-060 | | If Schedule D-1, Line 15 [OrdinaryGainInstalSalesFrm3805E] amount is significant, then Form 3805E must be attached. | Reject and Continue | |
| SCHD1-070 | | If Schedule D-1, Line 16 [OrdGainLossLikeKindExchg8824] amount is significant, then Federal Form 8824 must be attached to the state return. | Reject and Continue | |
| SCHD1-080 | | Schedule D-1, Line 17 [TotalOrdinaryGainLoss] must equal the sum of Line 10, column (g) [GainOrLoss] - Line 11 [OrdinaryLoss] + Line 12 [PropertyGainNonrecapturedLoss] + Line 13 [TotalSectionPropertyAmount] + Line 14 [NetGainLossForm4684] + Line 15 [OrdinaryGainInstalSalesFrm3805E] + Line 16 [OrdGainLossLikeKindExchg8824]. | Reject and Continue | |
| SCHD1-090 | | Schedule D-1, Line 34 [TotalSectionPropertyAmount] must equal the sum of Column A through D of Lines 28b [Section1245PropertyAmount] + 29g [Section1250PropertyAmount] + 30c [Section1252PropertyAmount] + 31b [Section1254PropertyAmount] + 32b [Section1255PropertyAmount] and entered on Part II, Line 13 [TotalSectionPropertyAmount]. | Reject and Continue | |
| SCHR-020 | Schedule R | Schedule R, Line 1c [CombinedOffsetAndNetIncomeLoss] must equal the result of Line 1a [NetIncomeLossAfterAdjustments] + Line 1b [WatersEdgeOffset]. | Reject and Continue | |
| SCHR-030 | | Schedule R, Line 4 [RentalProperty] must equal Line 3, column (c) [NetIncomeLoss] from Schedule R-3. | Reject and Continue | |
| SCHR-040 | | Schedule R, Line 6 [SaleOfAssets] must equal Line 2 column (e) [GrandTotalGainLoss] from Schedule R-4. | Reject and Continue | |
| SCHR-041 | | Schedule R Line 9 [TotalIncomeLoss] must equal Line 2 [Dividends] + Line 3 [Interest] + Line 4 [RentalProperty] + Line 5 [Royalties] + Line 6 [SaleOfAssets] + Line 7 [SaleOfPartnershipLLC] + Line 8 [Miscellaneous]. | Reject and Continue | |
| SCHR-042 | | Schedule R Line 14 [TotalSeparatelyApportioned] must equal Line 10 [NonunitaryPartnershipLLC] + Line 11 [SeparateTradeOrBusiness] + Line 12 [DeferredPriorYear] + Line 13 [SeparatelyApportionedNetting]. | Reject and Continue | |
| SCHR-043 | | Schedule R Line 33 [NetBeforeContributions] must equal the sum of Line 18b [NetApportionedToCA], Line 27 [NetAllocableToCA], Line 31 [TotalApportionedToCA], and Line 32 [PostApportionedAllocatedNetting]. | | |
| SCHR-044 | | Schedule R Line 15 [TotalSubjectToApportionment] must equal Line 1(c) [CombinedOffsetAndNetIncomeLoss] minus the sum of Line 9 [TotalIncomeLoss] + Line 14 [TotalSeparatelyApportioned]. | Reject and Continue | |

CA Form 565/568 Return
BUSINESS RULES FOR TAX YEAR 2019
Version 2019v3.0

| Rule Number | Parent Schema | Rule Text | Severity | Error Type |
|-------------|---------------|---|---------------------|------------|
| SCHR-046 | | Schedule R Line 25 [TotalAllocableToCA] must equal the sum of Line 19a [Dividends] + Line 19b [Interest] + Line 20 [RentalProperty] + Line 21 [Royalties] + Line 22 [SaleOfAssets] + Line 23 [SaleOfPartnershipLLC] + Line 24 [Miscellaneous]. | Reject and Continue | |
| SCHR-047 | | Schedule R Line 31 [TotalApportionedToCA] must equal the sum of Line 28 [NonunitaryPartnershipLLC] + Line 29 [SeparateTradeOrBusiness] + Line 30 [DeferredPriorYear]. | Reject and Continue | |
| SCHR-052 | | If Schedule R-1 Part A [StandardMethod] is present, then Line 1 column (a) [TotalSales] amount cannot be zero and must be equal to or greater than Line 1, column (b) [TotalSales] amount. | Reject and Continue | |
| SCHR-053 | | If Schedule R-1 Part A [StandardMethod] is present, then Line 2 column (c) [SalesApportionmentPercentage] must equal Line 1 column (b) [TotalSales] divided by Line 1 column (a) [TotalSales] multiplied by 100. | Reject and Continue | |
| SCHR-060 | | If Schedule R-1 Part B [ThreeFactorFormula] is present, then Line 1 column (a) [TotalProperty] amount cannot be zero and must be equal to or greater than Line 1 column (b) [TotalProperty] amount. | Reject and Continue | Modified |
| SCHR-063 | | If Schedule R-1 Part B [ThreeFactorFormula] is present, then Line 1 column (c) [TotalProperty] must equal Line 1 column (b) [TotalProperty] divided by Line 1 column (a) [TotalProperty] multiplied by 100. Exception: If column (a) [TotalProperty] and column (b) [TotalProperty] are zero, then column (c) [TotalProperty] must be zero. | Reject and Continue | Modified |
| SCHR-070 | | If Schedule R-1 Part B [ThreeFactorFormula] is present, then Line 2 column (a) [TotalPayroll] amount cannot be zero and must be equal to or greater than Line 2 column (b) [TotalPayroll] amount. | Reject and Continue | Modified |
| SCHR-073 | | If Schedule R-1 Part B [ThreeFactorFormula] is present, then Line 2 column (c) [TotalPayroll] must equal Line 2 column (b) [TotalPayroll] divided by Line 2 column (a) [TotalPayroll] multiplied by 100. Exception: If column (a) [TotalPayroll] and column (b) [TotalPayroll] are zero, then column (c) [TotalPayroll] must be zero. | Reject and Continue | Modified |
| SCHR-080 | | If Schedule R-1 Part B [ThreeFactorFormula] is present, then Line 3 column (a) [TotalSales] amount cannot be zero and must be equal to or greater than Line 3, column (b) [TotalSales] amount. | Reject and Continue | Modified |
| SCHR-083 | | If Schedule R-1 Part B [ThreeFactorFormula] is present, then Line 3 column (c) [TotalSales] must equal Line 3 column (b) [TotalSales] divided by Line 3 column (a) [TotalSales] multiplied by 100. Exception: If column (a) [TotalSales] and column (b) [TotalSales] are zero, then column (c) [TotalSales] must be zero. | Reject and Continue | Modified |
| SCHR-085 | | If Schedule R-1 Part B [ThreeFactorFormula] is present, then Line 4 column (c) [TotalPercent] must equal the sum of Line 1 column (c) [TotalProperty] + Line 2 column (c) [TotalPayroll] + Line 3 column (c) [TotalSales]. | Reject and Continue | |
| SCHR-087 | | If Schedule R-1 Part B [ThreeFactorFormula] is present and Line 1 column (e) (a) [TotalProperty], Line 2 column (e) (a) [TotalPayroll] and Line 3 column (e) (a) [TotalSales] are significant, then Line 5 column (c) [ApportionmentPercentage] must equal Line 4 column (c) [TotalPercent] divided by three. | Reject and Continue | Modified |

CA Form 565/568 Return
BUSINESS RULES FOR TAX YEAR 2019
Version 2019v3.0

| Rule Number | Parent Schema | Rule Text | Severity | Error Type |
|-------------|-------------------|---|---------------------|------------|
| SCHR-088 | | If Schedule R-1 Part B [ThreeFactorFormula] is present and only two of the following elements are significant: Line 1 column (e) (a) [TotalProperty], Line 2 column (e) (a) [TotalPayroll] or Line 3 column (e) (a) [TotalSales], then Line 5 column (c) [ApportionmentPercentage] must equal Line 4 column (c) [TotalPercent] divided by two. | Reject and Continue | Modified |
| SCHR-089 | | If Schedule R-1 Part B [ThreeFactorFormula] is present, and only one of the following elements is significant: Line 1 column (e) (a) [TotalProperty], Line 2 column (e) (a) [TotalPayroll] or Line 3 column (e) (a) [TotalSales], then Line 5 column (c) [ApportionmentPercentage] must equal Line 4 column (c) [TotalPercent]. | Reject and Continue | Modified |
| SCHR-090 | | Schedule R Side 1 Line 18a [ApportionmentPercentage] must equal Schedule R-1 Part A Line 2 [SalesApportionmentPercentage] or Part B Line 5 [ApportionmentPercentage] amount. | Reject and Continue | |
| F3805E-010 | Form 3805E | If Form 3805E, Line 12 [IncomeRecapture] amount is present, then Schedule D-1 must be attached. | Reject and Continue | |
| F3805E-020 | | Form 3805E, Line 13 [SumOfAdjBasisCommIncmRcptr] must equal the sum of Line 10 [AdjustedBasis] + Line 11 [CommissionsOtherExpensesOfSale] + Line 12 [IncomeRecapture]. | Reject and Continue | |
| F3805E-030 | | Form 3805E, Line 18 [ContractPrice] must equal the sum of Line 7 [SellingPriceLessMortgageIndbt] and Line 17 [MortgLessAdjBasisCommIncmRcptr], unless Line 14 [SumLessAdjBasisCommIncmRcptr] is less than or equal to zero. | Reject and Continue | |
| F3805E-040 | | Form 3805E, Line 26 [InstalSaleIncmLessOrdnyIncm] must equal the result of Line 24 [TotalInstallmentSaleIncome] minus Line 25 [OrdinaryIncomePart]. | Reject and Continue | |
| F3805E-050 | | Form 3805E, Line 37 [PaymentPriceLessOrdinaryIncome] must equal the result of Line 35 [TotPymtPrcMultipliedGroPrftPct] minus Line 36 [OrdinaryIncmUnderRecaptureRls]. | Reject and Continue | |
| F3840-010 | Form 3840 | If Form 3840 Line B [AnnualReturn] or [FinalInfoReturn] is checked, then Line B [ExchangeTaxableYear] must be present. | Reject and Continue | |
| F3840-020 | | Form 3840 Line C [RealProperty], [PersonalProperty] or [RelatedParties] must be present. | Reject and Continue | Modified |
| F3840-030 | | If Form 3840 Line C [RelatedParties] is checked, then Line C [RelatedPartyInfo] must be present. | Reject and Continue | |
| F3840-040 | | If Form 3840 Schedule A Part I Line 1 [PropertyInCA] is checked "Yes" (for each occurrence), then Line 2 [PriorExchangeReplacement], Line 3 [SalesPrice], Line 4 [SellingExpenses], Line 5 [AmountRealized], Line 6 [CAAdjustedBasis] and Line 7 [RealizedGainLoss] must be present within the same occurrence. | Reject and Continue | |
| F3840-050 | | If Form 3840 Schedule A Part I Line 1 [PropertyInCA] is checked "Yes" (for any occurrence), then Line 8 [TotalCADeferredGain] and Part II and Part III [PropertyReceived] must be present. | Reject and Continue | |
| F3840-060 | | If Form 3840 Schedule A Line 8 [TotalCADeferredGain] is significant, then it must equal the sum of Line 10 [CASourceDeferredGain] (all occurrences). | Reject and Continue | |

CA Form 565/568 Return
BUSINESS RULES FOR TAX YEAR 2019
Version 2019v3.0

| Rule Number | Parent Schema | Rule Text | Severity | Error Type |
|---------------|-----------------------------|---|---------------------|------------|
| PMT-020 | CA-Payment | If the [CA-Payment] document is present, then the Account Period Ending Date [AccountPeriodEnd] on your Return Payment request must match the Tax Period End Date [TaxPeriodEndDate] in the Return Header [CA-ReturnHeader]. | Reject and Continue | |
| PMT-040 (568) | | If the [CA-Payment] document is present, then the Account Period Ending Date [AccountPeriodEnd] on your Annual Tax or Estimated fee payment request must be greater than the Tax Period End Date [TaxPeriodEndDate] in the Return Header [CA-ReturnHeader]. | Reject and Continue | |
| PMT-050 | | The Electronic Funds Withdrawal (EFW) date requested [RequestedDate] must not exceed 1 year from the date the return was received. | Reject and Continue | |
| PMT-080 (565) | | The e-file system has identified your payment as a duplicate. The Date Requested [RequestedDate], Payment Type [PaymentType], Amount [Amount], Bank Account Number [AccountNumber], FEIN [FEIN] and Account Period End [AccountPeriodEnd] match a previously accepted payment. | Reject and Continue | |
| PMT-090 (568) | | The e-file system has identified your payment as a duplicate. The Date Requested [RequestedDate], Payment Type [PaymentType], Amount [Amount], Bank Account Number [AccountNumber], Secretary Of State Number [SOSNumber] or LLC temp number [LLCTempNumber], FEIN [FEIN], if present, and Account Period End [AccountPeriodEnd] match a previously accepted payment. | Reject and Continue | |
| PMT-100 | | If the [CA-Payment] document is present, then the Account Period End date [AccountPeriodEnd] cannot be more than 375 days past Account Period Begin date [AccountPeriodBegin]. | Reject and Continue | |
| X0000-010 | General Schema Rules | Your State return does not match the latest published FTB Schema or is not well formed. You must contact your software provider to resolve this error. | Reject and Continue | |
| X0000-020 | | Your Federal return does not match the latest published IRS Schema or is not well formed. You must contact your software provider to resolve this error. | Reject and Continue | |
| R0000-050 | | The EFIN on your return must match the EFIN on the submission manifest. You must contact your software provider to resolve this error. | Reject and Continue | |
| R0000-060 | | The number of Binary Attachment files computed by FTB must match the Binary Attachment count attribute [binaryAttachmentCount] from the CA Return Header [CA-ReturnHeader] in the CA-Return element. | Reject and Stop | |
| R0000-065 | | The total number of documents contained within [CA-ReturnData] or [CA-CombinedReportSchedules] must match the document count attribute [documentCnt] contained within the specific [CA-ReturnData] or [CA-CombinedReportSchedules] element, as computed by FTB. | Reject and Stop | |
| R0000-070 | | A federal return (XML) or CA-BinaryAttachment document (PDF) with [AttachmentDescription] of "Federal Return" must be attached with every state submission except with the CA Form 568, CA Form 100X, CA Form 199, or when Form 565, Question H(3) [AmendedReturn] is checked. | Reject and Continue | |
| R0000-080 | | The tax year in the Return Header must match the tax year in the Submission Manifest. | Reject and Stop | |

CA Form 565/568 Return
BUSINESS RULES FOR TAX YEAR 2019
Version 2019v3.0

| Rule Number | Parent Schema | Rule Text | Severity | Error Type |
|-------------|---------------------------------|---|---------------------|------------|
| R0000-085 | | The Return Type in the Return Header must match the Submission Type in the Submission Manifest. | Reject and Stop | |
| T0000-010 | CA-Transmission Manifest | The "Count" of submissions in the [SubmissionDataList] does not equal the actual number of submission ZIP archives/files attached. | Reject and Stop | |
| T0000-030 | | Transmission Manifest not present. Unable to proceed. | Reject and Continue | |
| T0000-040 | | Multiple Transmission Manifests are present. Unable to proceed. | Reject and Continue | |
| X0000-030 | | Your Transmission Manifest does not match the latest published FTB Schema or is not well formed. You must contact your software provider to resolve this error. | Reject and Stop | |
| T0000-070 | | The Transmission ID must match the "Transmission ID" portion of the original outer ZIP archive/file name. | Reject and Stop | |
| T0000-080 | | The "ETIN" portion of your Transmission ID must match the ETIN in the Transmission Manifest. | Reject and Stop | |
| T0000-090 | | The "Current Year" portion of your Transmission ID is not current. | Reject and Stop | |
| T0000-100 | | The "Julian Date" portion of your Transmission ID is outside the acceptable range (cannot be more than five days prior to, or one day after the actual processing date). | Reject and Stop | |
| T0000-110 | | The "Transmission ID" is not unique. | Reject and Stop | |
| T0000-120 | | The ETIN in your Transmission Manifest is not recognized as an Authorized e-file Provider by FTB. | Reject and Stop | |
| T0000-130 | | Not every "Submission ID" in the [SubmissionDataList] has a corresponding submission ZIP archive/file contained within this transmission. | Reject and Stop | |
| T0000-140 | General Transmission | Invalid ZIP archive/file format. Unable to decompress data. Possibly corrupted. | Reject and Stop | |
| T0000-150 | | Invalid directory structure. Unable to find items where they're expected to be located. | Reject and Stop | |
| T0000-160 | | No attachments/submissions are present. Unable to proceed. | Reject and Stop | |
| T0000-170 | | There is a problem with the name [TransmissionID] of your transmission file. All transmission files must have a naming convention that is according to the transmission specification contained in FTB Pub. 1346B. Please rename and resubmit the file. | Reject and Stop | |
| X0000-040 | CA-Submission Manifest | Your Submission Manifest does not match the latest published FTB Schema or is not well formed. You must contact your software provider to resolve this error. | Reject and Stop | |
| S0000-020 | | The Submission ID [SubmissionID] must match the "Submission ID" portion of the original outer ZIP archive/file name. | Reject and Stop | |
| S0000-040 | | The "EFIN" portion of your Submission ID must match the EFIN in the Submission Manifest. | Reject and Stop | |

**CA Form 565/568 Return
BUSINESS RULES FOR TAX YEAR 2019
Version 2019v3.0**

| Rule Number | Parent Schema | Rule Text | Severity | Error Type |
|-------------|----------------------------------|---|-----------------|------------|
| S0000-050 | | The "Current Year" portion of your Submission ID is not current. | Reject and Stop | |
| S0000-070 | | The Submission ID [SubmissionID] has been used on a previously accepted submission. | Reject and Stop | |
| S0000-080 | | The EFIN in your Submission Manifest is not recognized as an Authorized e-file Provider by FTB. | Reject and Stop | |
| S0000-090 | | The Tax Year the submission applies to is either incorrectly identified or not supported (currently Tax Years 207, 2018 and 2019 can be submitted). | Reject and Stop | |
| S0000-095 | | Our records indicate that you are not authorized to submit a tax return of a type and for a tax year specified in the Submission manifest. | Reject and Stop | |
| S0000-100 | General Submission Errors | Invalid ZIP archive/file format. Unable to decompress data. Possibly corrupted. | Reject and Stop | |
| S0000-110 | | Invalid directory structure. Unable to find items where they're expected to be located. | Reject and Stop | |
| S0000-120 | | Submission Manifest not present. Unable to proceed. | Reject and Stop | |
| S0000-130 | | Multiple Submission Manifests are present. Unable to proceed. | Reject and Stop | |
| S0000-140 | | A State submission is not present. Unable to proceed. | Reject and Stop | |
| S0000-150 | | Multiple State submissions are present. Only one State submission XML Data is allowed in each Submission ZIP Archive. Unable to proceed. | Reject and Stop | |
| S0000-170 | | Multiple Federal submissions are present. Only one Federal submission XML Data is allowed in each Submission ZIP Archive. Unable to proceed. | Reject and Stop | |