

# 2021 New Employment Credit

# 3554

Attach to your California tax return.

Name(s) as shown on your California tax return	<input type="checkbox"/> SSN or ITIN <input type="checkbox"/> CA Corporation no. <input type="checkbox"/> FEIN
Name of taxpayer generating the credit. See instructions.	<input type="checkbox"/> SSN or ITIN <input type="checkbox"/> CA Corporation no. <input type="checkbox"/> FEIN
	California Secretary of State (SOS) file number

- A. Did the business receive a **tentative reservation** for all claimed employees?  
 Yes     No    If no, stop. See instructions.
- B. Principal Business Activity Code of the business \_\_\_\_\_
- C. Previous taxable year's gross receipts \_\_\_\_\_

### Part I Net Increase in Full-Time Employees

**Section A** – Enter your base year \_\_\_\_\_. See Part I instructions for base year rules.

Complete Section A to calculate the total number of annual full-time equivalents working in California during the base year. See Part I, instructions for base year rules.

1 Number of full-time hourly and salaried employees that were employed for the entire taxable year. . . . .	1	
2 Number of full-time hourly employees that were employed for less than 52 weeks during the taxable year. . . . .	2	
3 Total number of hours worked by employees in line 2 (not to exceed 2,000 hours per employee). . . . .	3	
4 Divide line 3 by 2000. See instructions. . . . .	4	
5 Number of full-time salaried employees that were employed for less than 52 weeks during the taxable year. . . . .	5	
6 Total number of weeks worked by employees in line 5. . . . .	6	
7 Divide line 6 by 52. See instructions. . . . .	7	
8 <b>Base year annual full-time equivalents.</b> Add lines 1, 4 and 7. See instructions. . . . .	8	

### Section B – Taxable year 2021.

Complete Section B to calculate the total number of annual full-time equivalents in California during the current taxable year.

9 Number of full-time hourly and salaried employees that were employed for the entire taxable year . . . . .	9	
10 Number of full-time hourly employees that were employed for less than 52 weeks during the taxable year . . . . .	10	
11 Total number of hours worked by employees in line 10 (not to exceed 2,000 hours per employee) . . . . .	11	
12 Divide line 11 by 2000. See instructions . . . . .	12	
13 Number of full-time salaried employees that were employed for less than 52 weeks during the taxable year . . . . .	13	
14 Total number of weeks worked by employees in line 13 . . . . .	14	
15 Divide line 14 by 52. See instructions . . . . .	15	
16 <b>Current year annual full-time equivalents.</b> Add lines 9, 12 and 15. See instructions . . . . .	16	

### Part II Available Credit

17 Net increase in full-time employees. Subtract line 8 from line 16. If the amount on line 17 is zero or less, <b>stop, you do not qualify</b> . . . . .	17	
18 Total qualified full-time employees. See instructions . . . . .	18	
19 Applicable percentage. Divide line 17 by line 18 (not to exceed 1.0000) . . . . .	19	
20 Tentative credit. See instructions . . . . .	20	100
21 Credit generated. Multiply line 20 by line 19 . . . . .	21	00
22 Pass-through new employment credit(s) from Schedule K-1 (100S, 541, 565, or 568). See instructions. . . . .	22	00
23 Credit carryover from prior year. . . . .	23	00
24 Total available new employment credit. Add line 21, line 22, and line 23. . . . .	24	00
25a <b>Credit claimed.</b> Enter the amount of the credit claimed on the current year tax return. See instructions. (Do not include any assigned credit claimed on form FTB 3544, Part B.) . . . . .	25a	00
b Total credit assigned. Enter the total amount from form FTB 3544, Part A, column (g). If you are not a corporation, enter -0-. See instructions. . . . .	25b	00
26 Credit carryover available for future years. Add line 25a and line 25b, subtract the result from line 24. . . . .	26	00

### Part III Credit Recapture

27 Credit recapture. See instructions . . . . .	27	00
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