

2021 California Earned Income Tax Credit

3514

Attach to your California Form 540, Form 540 2EZ or Form 540NR.

Name(s) as shown on tax return

Your SSN or ITIN

If you are separated from your spouse/registered domestic partner (RDP), filing a separate return, and meet the requirements to claim the California Earned Income Tax Credit (EITC) (see instructions), check here

Before you begin:

If you claim the California EITC even though you know you are not eligible, you may not be allowed to take the credit for up to 10 years. If you are claiming the California EITC, you must provide your date of birth (DOB), and spouse's/RDP's DOB if filing jointly, on your California tax return. If you qualify for the California EITC, you may also qualify for the **Young Child Tax Credit (YCTC)** and/or the **Foster Youth Tax Credit (FYTC)**. You may also qualify for the YCTC ~~without having qualified for the EITC~~. See instructions for additional information.

Follow Step 1 through Step 11 in the instructions to determine if you meet the requirements to complete this form, and to figure the amount of the credit(s).

Part I Qualifying Information See Specific Instructions.

- 1 a Has the Internal Revenue Service (IRS) previously disallowed your federal Earned Income Credit (EIC)? Yes No
- b Has the Franchise Tax Board (FTB) previously disallowed your California EITC? Yes No
- 2 Federal AGI (federal Form 1040 or 1040-SR, line 11) 2 .00
- 3 Federal EIC (federal Form 1040 or 1040-SR, line 27a) 3 .00

Part II Investment Income Information

- 4 Investment Income. See instructions for Step 2 – Investment Income 4 .00

Part III Qualifying Child Information

You must complete Part I and Part II before filling out Part III. **If you are not claiming a qualifying child, skip Part III and go to Step 4 in the instructions.**

Qualifying Child Information (Complete line 5 through line 12 for each child under Child 1, Child 2 or Child 3, as applicable.)

- | | Child 1 | Child 2 | Child 3 |
|--|---|---|---|
| 5 First name | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| 6 Last name | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| 7 SSN or ITIN. See instructions. | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| 8 Date of birth (mm/dd/yyyy). If born after 2002 and the child is younger than you (or your spouse/RDP, if filing jointly), skip line 9a and line 9b; go to line 10. | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| 9 a Was the child under age 24 at the end of 2021, a student, and younger than you (or your spouse/RDP, if filing jointly)? If yes, go to line 10. If no, go to line 9b. See instructions. | <input checked="" type="radio"/> <input type="checkbox"/> Yes <input type="checkbox"/> No | <input checked="" type="radio"/> <input type="checkbox"/> Yes <input type="checkbox"/> No | <input checked="" type="radio"/> <input type="checkbox"/> Yes <input type="checkbox"/> No |
| b Was the child permanently and totally disabled during any part of 2021? If yes, go to line 10. If no, stop here. The child is not a qualifying child. | <input checked="" type="radio"/> <input type="checkbox"/> Yes <input type="checkbox"/> No | <input checked="" type="radio"/> <input type="checkbox"/> Yes <input type="checkbox"/> No | <input checked="" type="radio"/> <input type="checkbox"/> Yes <input type="checkbox"/> No |
| 10 Child's relationship to you. See instructions. | <input type="text"/> | <input type="text"/> | <input type="text"/> |
| 11 Number of days child lived with you in California during 2021. Do not enter more than 365 days. See instructions. | <input type="text"/> | <input type="text"/> | <input type="text"/> |

12 Child's physical address during 2024. See instructions.

Child 1	<input type="radio"/>	a Street address (number and street and apt. no./ste. no.) <input type="text"/>
	<input type="radio"/>	b City <input type="text"/>
	<input type="radio"/>	c State <input type="text"/>
	<input type="radio"/>	d ZIP code <input type="text"/>
Child 2	<input type="radio"/>	a Street address (number and street and apt. no./ste. no.) <input type="text"/>
	<input type="radio"/>	b City <input type="text"/>
	<input type="radio"/>	c State <input type="text"/>
	<input type="radio"/>	d ZIP code <input type="text"/>
Child 3	<input type="radio"/>	a Street address (number and street and apt. no./ste. no.) <input type="text"/>
	<input type="radio"/>	b City <input type="text"/>
	<input type="radio"/>	c State <input type="text"/>
	<input type="radio"/>	d ZIP code <input type="text"/>

Part IV California Earned Income

13	Wages, salaries, tips, and other employee compensation, subject to California withholding. See instructions.	<input type="radio"/>	13	<input type="text"/>	.00	
14	IHSS payments. See instructions.	<input type="radio"/>	14	<input type="text"/>	.00	
15	Prison inmate wages and/or pension or annuity from a nonqualified deferred compensation plan or a nongovernmental IRC Section 457 plan. See instructions.	<input type="radio"/>	15	<input type="text"/>	.00	
16	Subtract line 14 and line 15 from line 13.	<input checked="" type="radio"/>	16	<input type="text"/>	.00	
17	Nontaxable combat pay. See instructions.	<input type="radio"/>	17	<input type="text"/>	.00	
18	Business income or (loss). Enter amount from Worksheet 3, line 5. See instructions.	<input type="radio"/>	18	<input type="text"/>	.00	
	a Business name.	<input type="radio"/>		<input type="text"/>		
				Street address (number and street and apt. no./ste. no.)		
	b Business address.	<input type="radio"/>		<input type="text"/>		
				City	State	ZIP code
		<input type="radio"/>		<input type="text"/>	<input type="text"/>	<input type="text"/>
	c Business license number	<input type="radio"/>		<input type="text"/>		
	d SEIN.	<input type="radio"/>		<input type="text"/>		
	e Business code	<input type="radio"/>		<input type="text"/>		
19	California Earned Income. Add line 16, line 17, and line 18.	<input checked="" type="radio"/>	19	<input type="text"/>	.00	

Part V California Earned Income Tax Credit (Complete Step 6 in the instructions.)

20	California EITC. Enter amount from California Earned Income Tax Credit Worksheet, Part III, line 6. This amount should also be entered on Form 540, line 75; or Form 540 2EZ, line 23a.	<input checked="" type="radio"/>	20	<input type="text"/>	.00
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Part VI Nonresident or Part-Year Resident California Earned Income Tax Credit

- 21 CA Exemption Credit Percentage from Form 540NR, line 38. See instructions. . . . 21 .00
- 22 **Nonresident or Part-Year Resident EITC.** Multiply line 20 by line 21.
This amount should also be entered on Form 540NR, line 85. . . . 22 .00

Part VII Young Child Tax Credit (See Step 8 in the instructions before completing this part.)

- 23 **California Earned Income.** Enter the amount from form FTB 3514, line 19. If the amount entered here is greater than \$0, do not complete line 23a and continue on to line 24. . . . 23 .00
- a **Total wages, salaries, tips, and other employee compensation.** See instructions. . . . a .00
- b **Total net loss.** See instructions. . . . b .00
- 24 **Available Young Child Tax Credit.** 24 .00
- If the amount on line 23 is \$25,000 or less, skip lines 25 through 27 and enter \$1,000 on line 28. If applicable, complete lines 29 and 30.
 - If the amount on line 23 is greater than \$25,000, complete lines 25 through 28. If applicable, complete lines 29 and 30.
- 25 Excess Earned Income over threshold. Subtract \$25,000 from line 23. . . . 25 .00
- 26 Divide line 25 by 100. Enter the result as a decimal out to two decimal places, **do not round.** 26 .00
- 27 **Reduction amount.** Multiply line 26 by 20. Enter the result as a decimal out to two decimal places, **do not round.** 27 .00
- 28 **Young Child Tax Credit.**
- If you did not need to complete lines 25 through 27, your credit is the \$1,000 from line 24.
 - If you completed lines 25 through 27, to compute your credit, subtract line 27 from line 24. If your credit amount is between \$0 and \$1, enter \$1. If your credit amount is over \$1, round to the nearest whole dollar.
- This amount should also be entered on Form 540, line 76; or Form 540 2EZ, line 23b. . . . 28 .00

Part VIII Nonresident or Part-Year Resident Young Child Tax Credit (See Step 9 in the instructions.)

- 29 CA Exemption Credit Percentage from Form 540NR, line 38. See instructions. . . . 29 .00
- 30 **Nonresident or Part-Year Resident YCTC.** Multiply line 28 by line 29.
This amount should also be entered on Form 540NR, line 86. . . . 30 .00

Part IX Foster Youth Tax Credit (FYTC) (See Step 10 in the instructions.)

- 31 Who is claiming the FYTC? If both spouses qualify, you must each check the box that applies to you.
- a Primary Taxpayer: My name is the first name listed on this return. . . .
- b Spouse/RDP: My name is listed as the spouse/RDP on this joint return. . . .
- 32 Qualifying foster youth information. See instructions.
- | | Primary Taxpayer | Spouse/RDP |
|------------------------|----------------------|----------------------|
| a First Name | <input type="text"/> | <input type="text"/> |
| b Last Name | <input type="text"/> | <input type="text"/> |

33 To better assist us in verifying your eligibility, please check the applicable box(es) below. See instructions.

a Primary Taxpayer: By checking the box and signing the tax return to which this form is attached, I certify that I am the primary taxpayer listed on this return and voluntarily consent and authorize the California Department of Social Services and any of its affiliated programs (including, but not limited to, CalWORKS and CalFRESH) to confirm or deny, and disclose relevant information to the State of California Franchise Tax Board regarding, my eligibility for the FYTC

b Spouse/RDP: By checking the box and signing the tax return to which this form is attached, I certify that I am the spouse/RDP listed on this joint return and voluntarily consent and authorize the California Department of Social Services and any of its affiliated programs (including, but not limited to, CalWORKS and CalFRESH) to confirm or deny, and disclose relevant information to the State of California Franchise Tax Board regarding, my eligibility for the FYTC.

Note: Each individual who claims the FYTC and does not check the applicable box above must attach to this return a letter issued by a county or state agency confirming that individual's status as a foster youth at or after age 13, or other proof of status, as a condition of receiving the FYTC.

34 California Earned Income. Enter the amount from form FTB 3514, line 19 34 .00

35 Available Foster Youth Tax Credit 35 .00

• If the amount on line 34 is \$25,000 or less, skip line 36 through line 38 and enter on line 35 and line 39 the following amount.

- If either the taxpayer **or** spouse/RDP is claiming the FYTC ~~credit~~, enter ~~\$1,000~~ on line 35 and line 39.
- If both taxpayer **and** spouse/RDP are claiming the FYTC ~~credit~~, enter ~~\$2,000~~ on line 35 and line 39.

If applicable, complete line 40 and line 41.

• If the amount on line 34 is greater than \$25,000, complete line 36 through line 38 and enter on line 35 the following amount.

- If either the taxpayer **or** spouse/RDP is claiming the FYTC ~~credit~~, enter ~~\$1,000~~ on line 35.
- If both taxpayer **and** spouse/RDP are claiming the FYTC ~~credit~~, enter ~~\$2,000~~ on line 35.

If applicable, complete line 40 and line 41.

36 Excess Earned Income over threshold. Subtract \$25,000 from line 34. 36 .00

37 Divide line 36 by 100. Enter the result as a decimal out to two decimal places, **do not round**. 37 .

38 Reduction amount. 38 .

- If either the taxpayer **or** spouse/RDP ~~are~~ claiming the FYTC ~~credit~~, multiply line 37 by ~~\$20~~. Enter the result as a decimal out to two decimal places, **do not round**.
- If both taxpayer **and** spouse/RDP are claiming the FYTC ~~credit~~, multiply line 37 by ~~\$40~~. Enter the result as a decimal out to two decimal places, **do not round**.

39 Foster Youth Tax Credit.

- If you did not need to complete line 36 through line 38, and either the taxpayer **or** spouse/RDP ~~are~~ claiming the FYTC ~~credit~~, the credit is the ~~\$1,000~~ from line 35.
- If you did not need to complete line 36 through line 38, and both taxpayer **and** spouse/RDP are claiming the FYTC ~~credit~~, the credit is the ~~\$2,000~~ from line 34.
- If you completed line 36 through line 38, to compute your credit, subtract line 38 from line 35. If your credit amount is between \$0 and \$1, enter \$1. If your credit amount is over \$1, round to the nearest whole dollar.

This amount should also be entered on Form 540, line 77; or Form 540 2EZ, line 23c. 39 .00

Part X Nonresident or Part-Year Resident Foster Youth Tax Credit (See Step 11 in the instructions.)

40 CA Exemption Credit Percentage from Form 540NR, line 38. See instructions . . . 40 .

41 Nonresident or Part-Year Resident FYTC. Multiply line 39 by line 40. This amount should also be entered on Form 540NR, line 87. 41 .00