

2022 Homeless Hiring Tax Credit

3831

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
	California Secretary of State (SOS) file number
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 credit reservation** for each claimed eligible individual?
 Yes No If no, stop. See instructions.

Part I Available Credit

1	Enter the credit amount from Worksheet 1. This credit amount is limited to \$30,000. See instructions.	<input checked="" type="radio"/> 1	00
2	Pass-through credit from Schedule K-1 (100S, 541, 565 or 568). See instructions.	<input checked="" type="radio"/> 2	00
3	Credit carryover from prior year(s). See Instructions.	<input type="radio"/> 3	00
4	Total available credit. Add line 1 through line 3.	<input checked="" type="radio"/> 4	00
5a	Credit claimed. 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.)	<input checked="" type="radio"/> 5a	00
5b	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.	<input checked="" type="radio"/> 5b	00
6	Credit carryover available for future years. Add line 5a and line 5b, subtract the result from line 4.	<input checked="" type="radio"/> 6	00

What's New

Homeless Hiring Tax Credit – For taxable years beginning on or after January 1, 2022, and before January 1, 2027, a Homeless Hiring Tax Credit (HHTC) is available to a qualified taxpayer that hires eligible individuals. The amount of the tax credit is based on the number of hours the eligible individual works in the taxable year. Qualified taxpayers may receive \$2,500 to \$10,000 in tax credit per eligible individual up to \$30,000 per taxable year. Any credits not used in the taxable year may be carried forward up to three years.

Qualified taxpayers must obtain HHTC certificate and must receive a **tentative credit reservation** for that eligible individual.

Qualified taxpayers will need to pay wages equal to or greater than 120% of their California minimum wage.

Qualified taxpayers must request a tentative credit reservation within 30 days of hire, or within 60 days of an eligible individual receiving a new certification.

For more information, get California Revenue and Taxation Code (R&TC) Section 17053.80 or 23629, or go to ftb.ca.gov and search for **hhtc**.

General Information

A Purpose

Use form FTB 3831, Homeless Hiring Tax Credit, to figure a credit for a qualified taxpayer that hires an eligible individual and receives a tentative credit reservation for that eligible individual.

Also, use form FTB 3831 to claim pass-through HHTC received from an S corporation, estate, trust, partnership, or limited liability company (LLC) classified as a partnership.

S corporations, estates, trusts, partnerships, and LLCs classified as partnerships should complete form FTB 3831 to report the amount of credit that will be passed through to shareholders, beneficiaries, partners, or members.

Attach this form to Form 100S, California S Corporation Franchise or Income Tax Return; Form 541, California Fiduciary Income Tax Return; Form 565, Partnership Return of Income; or Form 568, Limited Liability Company Return of Income. Report the pass-through credit amount for each shareholder, beneficiary, partner, or member on Schedule K-1 (100S, 541, 565, or 568), Share of Income, Deductions, Credits, etc.

B Qualified Taxpayer

A qualified taxpayer is an eligible employer that pays wages equal to or greater than 120% of minimum wage subject to withholding under Division 6 of the unemployment insurance code. The qualified taxpayer for each taxable year that the credit is claimed must obtain the following for each eligible individual:

- A copy of the HHTC certificate, must provide it to the Franchise Tax Board (FTB) upon request.
- A tentative credit reservation.

C Eligible Individual

An eligible individual is a person who meets the following criteria:

- Is homeless or has received supportive services from a homeless services provider, as designated by a local continuum of care or a community-based service provider that is connected to the local coordinated entry system or to a local Homeless Management Information System, on the date of the hire or anytime during the 180-day period immediately before the hire.
- Has been issued a HHTC certificate, and that certificate has not expired.

Note: An eligible individual may receive a new HHTC certificate if, they are homeless or have received supportive services from a homeless services provider, on the date the eligible individual receives a new HHTC certificate or anytime during the 180-day period immediately before that date.