

***TheTaxReview* California Tax for CRTPs**

Learning Objectives/Table of Contents

Chapter

1 Residency and Filing Requirements

- 1-A** Identify filing requirements for California residents, nonresidents, and part-year residents.
- 1-B** Classify categories of income as taxable or nontaxable by the state of California.
- 1-C** Differentiate between community property and separate property.

2 Conformity to Federal Tax Law

- 2-A** Recognize the extent to which California tax law conforms to federal tax law.
- 2-B** Classify addition or subtraction adjustments from federal adjusted gross income for California tax purposes.
- 2-C** Identify differences between California tax law and federal tax law with regard to itemized deductions.

3 Deductions, Exemption Credits, and Use Tax

- 3-A** Determine the California standard deduction and calculate California itemized deductions.
- 3-B** Calculate the total exemption credits available per taxpayer.
- 3-C** Define and calculate California use tax.

4 Tax Credits, AMT, and Other Taxes

- 4-A** Determine eligibility for the California Child and Dependent Care Credit and calculate the credit.
- 4-B** Determine eligibility and calculate other California tax credits for personal income tax purposes.
- 4-C** Recognize when the Mental Health Services Tax and the California alternative minimum tax (AMT) applies to certain taxpayers.

5 Business Tax Issues

- 5-A** Determine business registration requirements and fees for partnerships, corporations, and LLCs.
- 5-B** Identify annual filing requirements for partnerships, corporations, and LLCs.
- 5-C** Calculate the California franchise tax rate for corporations.

6 Circular 230 Revisions

- 6-A** Identify recent changes in the IRS manner of ensuring competence of tax practitioners under Circular 230.
- 6-B** List the responsibilities of individuals with principal authority for overseeing a tax firm's practice to ensure the members, associates, and employees comply with Circular 230.
- 6-C** Identify the special treatment granted to California Registered Tax Preparers (CRTPs) under revised regulations set forth in Circular 230.

7 Miscellaneous Federal Updates

- 7-A** List filing requirements for individuals with interests in foreign financial bank accounts.
- 7-B** Identify rules set forth in the Affordable Care Act (ACA).
- 7-C** Recognize rules for loan modifications for home owners under the Home Affordable Modification Program (HAMP).