

2006 California Fiduciary Income Tax Return

541

For calendar year 2006 or fiscal year beginning month day year, and ending month day year

Form header section containing: Type of entity (Decedent's estate, Simple trust, Complex trust, Grantor type trust, Bankruptcy estate, Pooled income fund, ESBT, QSST), Name of estate or trust, FEIN, PBA Code, Address of fiduciary, City, State, ZIP Code, and checkboxes for Initial return, Final return, REMIC, Amended return, and Change in fiduciary's name or address.

Trusts that have nonresident trustees and/or nonresident beneficiaries must first complete the Income and Deduction Apportionment Worksheet on Side 3.

Income section table with rows 1-9: Interest income, Dividends, Business income or (loss), Capital gain or (loss), Rents, royalties, partnerships, other estates and trusts, etc., Farm income or (loss), Ordinary gain or (loss), Other income, Total income.

Deductions section table with rows 10-15c: Interest, Taxes, Fiduciary fees, Charitable deduction, Attorney, accountant, and return preparer fees, Other deductions not subject to 2% floor, Allowable misc. itemized deductions subject to 2% floor, Total.

Summary rows 16-20: Total (Add line 10 through line 14 and line 15c), Adjusted total income (or loss), Income distribution deduction from Side 3, Schedule B, line 15, Taxable income of fiduciary.

Tax and Payments section rows 21-23: Regular tax, Other taxes, QSF tax, Total; Exemption credit; Credits.

Tax and Payments section rows 24-34: Total (Add line 22 and line 23), Subtract line 24 from line 21, Alternative minimum tax, Mental Health Service Tax, Tax liability, California income tax withheld, California income tax previously paid, Real estate or nonresident withholding, 2006 CA estimated tax, Total payments, Tax due.

Tax and Payments

Table with 4 columns: Line number, Description, Amount, and Total. Rows include Overpaid tax (35), Amount of line 35 to be credited (36), Amount of overpaid tax available (37), Use tax (38), Total voluntary contributions (39), Refund or No Amount Due (40), Amount Due (41), and Underpayment of estimated tax (42).

Schedule C Voluntary Contributions. See instructions.

Table with 4 columns: Line number, Description, Amount, and Total. Rows list various voluntary contribution funds such as Alzheimer's Disease/Related Disorders Fund (53), California Fund for Senior Citizens (54), etc.

14 Total voluntary contributions. Add line 1 through line 13. Enter here and on line 39, above 68 14 00

Other Information Note: Income of final year is taxable to beneficiaries.

Form with multiple sections for providing information about the trust, including creation date, grantor information, beneficiaries, and tax-exempt income.

Signature and preparer information section. Includes fields for 'Please Sign Here' (Signature and Date), 'Paid Preparer's Use Only' (Signature, Date, FEIN, Telephone), and a declaration of accuracy.

Schedule A Charitable Deduction Do not complete for a simple trust or a pooled income fund. Attach statement listing the name and address of each charitable organization to which your contributions totaled \$3,000 or more.

1 a Amounts paid for charitable purposes from gross income	1a _____	
b Amounts permanently set aside for charitable purposes from gross income. See instructions	1b _____	
c Total. Add line 1a and line 1b	1c _____	
2 Tax-exempt income allocable to charitable contributions. See instructions	2 _____	
3 Subtract line 2 from line 1c	3 _____	
4 Capital gains for the tax year allocated to corpus and paid or permanently set aside for charitable purposes	4 _____	
5 Add line 3 and line 4.	5 _____	
6 R&TC Section 18152.5 exclusion allocable to capital gains paid or permanently set aside for charitable purposes	6 _____	
7 Charitable deduction. Subtract line 6 from line 5. Enter here and on Side 1, line 13	7 _____	

Schedule B Income Distribution Deduction

1 Adjusted total income. Enter amount from Side 1, line 17	1 _____	
2 Adjusted tax-exempt interest and nontaxable gain from installment sale of small business stock. See instructions	2 _____	
3 Net gain shown on Schedule D (541), line 9, column a. If net loss, enter -0-. See instructions.	3 _____	
4 Enter amount from Schedule A, line 4 (reduced by any allocable R&TC Section 18152.5 exclusion)	4 _____	
5 Enter capital gain included on Schedule A, line 1c	5 _____	
6 If the amount on Side 1, line 4 is a gain, enter the amount here as a negative number. If the amount on Side 1, line 4 is a loss, enter the loss as a positive number	6 _____	
7 Distributable net income. Combine line 1 through line 6	7 _____	
8 Income for the taxable year determined under the governing instrument (accounting income).	8 _____	
9 Income required to be distributed currently (IRC Section 651)	9 _____	
10 Other amounts paid, credited, or otherwise required to be distributed (IRC Section 661)	10 _____	
11 Total distributions. Add line 9 and line 10. If the result is greater than line 8, see federal Form 1041 instructions for line 11 to see if you must complete Schedule J (541).	11 _____	
12 Enter the total amount of tax-exempt income included on line 11	12 _____	
13 Tentative income distribution deduction. Subtract line 12 from line 11	13 _____	
14 Tentative income distribution deduction. Subtract line 2 from line 7	14 _____	
15 Income distribution deduction. Enter the smaller of line 13 or line 14 here and on Side 1, line 18	15 _____	

Income and Deduction Apportionment Worksheet

Income Allocation Worksheet

Type of Income	A CA Source Income	B Non-CA Source Income	C Apportioned Based on the # of CA Trustees	D Remaining Non-CA Source Income	E Apportioned Based on the # of CA Beneficiaries	F Income Reportable to CA
1 Interest						
2 Dividends						
3 Business income						
4 Capital gain						
5 Rents, royalties, etc.						
6 Farm income						
7 Ordinary gain						
8 Other income						
9 Total income						

Enter the amounts from lines 1 – 9, column F, on Form 541, Side 1, lines 1 – 9.

Deduction Allocation Worksheet

Type of Deduction	G Total Deductions	H Amounts Allocable to CA
10 Interest		
11 Taxes		
12 Fiduciary fees		
13 Charitable deduction		
14 Attorney, accountant, and return preparer fees		
15a Other deduction not subject to 2% floor		
15b Allowable misc. itemized deductions subject to 2% floor		

Enter the amounts from lines 10 – 15b, column H, on Form 541, Side 1, lines 10 – 15b.