

Enter all amounts as positive numbers.

Name(s)

California ID Number

If your cannabis business operated at a loss, and this loss is suspended because of passive activity loss rules, complete the following worksheet:

- 1. Gross receipts from cannabis business 1. _____
- 2. Cost of goods sold 2. _____
- 3. Gross income. Subtract line 2 from line 1 3. _____
- 4. Total expenses 4. _____
- 5. Net loss from cannabis business. Subtract line 4
from line 3 5. _____
- 6. Enter the portion of total expenses from line 4
above that reduced gross income to \$0 6. _____
- 7. Enter the allowed passive loss for cannabis business,
from form FTB 3801, Part VIII, column (c) 7. _____
- 8. Deductions claimed this year. Add line 6 and
line 7. Enter the total amount here and on
form FTB 4197, Part II, column (c) 8. _____