

State of California

Franchise Tax Board-Legislative Services Bureau
PO Box 1468
Sacramento, CA 95812-1468

Telephone: (916)845-4326
ATSS: 468-4326
FAX: (916)845-5472

Legislative Change No. 01-28
Bill Number: AB 866 Author: Diaz Chapter Number: 01-650

Laws Affecting Franchise Tax Board: Revenue and Taxation Code Sections 17052.17, 17052.18, 23617, and 23617.5

Date Filed with the Secretary of the State: October 10, 2001

SUBJECT: Child Care Program Credit/Child Care Contribution Credit/Extend Repeal Date to December 1, 2007

Assembly Bill 866 (Diaz), as enacted on October 10, 2001, made the following changes to California law:

Sections 17052.17 and 23617 of the Revenue and Taxation Code are amended.

This act will extend the sunset date for the Employer Child Care Program Credit to taxable years beginning before January 1, 2007, under the Personal Income Tax Law (PITL) and the Bank and Corporation Tax Law (B&CTL).

Sections 17052.18 and 23617.5 of the Revenue and Taxation Code are amended.

This act will extend the sunset date for the Employer Child Care Contribution Credit to taxable years beginning before January 1, 2007, under the PITL and the B&CTL.

This act also changes the definition of "contributions" for the Employer Child Care Contribution Credit. "Contributions" will not include any amounts contributed to a qualified care plan pursuant to a salary reduction agreement to provide benefits under a dependent care assistance program.

This act is effective upon chaptering and operative for taxable years beginning on or after January 1, 2001.

This act will not require any reports by the department to the Legislature.

Bureau Director

Brian Putler

Date

October 25, 2001