

State of California

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Legislative Change No. **01-36**
Bill Number: AB 63 Author: Cedillo Chapter Number: 01-915

Laws Affecting Franchise Tax Board: Section 19551.1 of the Revenue and Taxation Code

Date Filed with the Secretary of the State: October 14, 2001

SUBJECT: FTB Disclosure of Tax Return Information to City Tax Officials

Assembly Bill 63 (Cedillo), as enacted on October 14, 2001, made the following changes to California law:

Section 19551.1 of the Revenue and Taxation Code is added.

This act allows the Franchise Tax Board (FTB) to disclose a taxpayer's name, address, social security or taxpayer identification number, and business activity code to tax officials of a city. Use of this information is limited to employees of the taxing authority of a city.

This act specifies that information must be provided under a reciprocal agreement between FTB and the cities. Information under this agreement may be used only for tax administration purposes as required by existing law. Any unauthorized disclosure or willful browsing of the information received by the city pursuant to this bill will be considered a misdemeanor as stated in current law.

This act also allows FTB to recover its costs for providing tax information to tax officials of any city. Before FTB furnishes any information under this act, FTB must receive an amount equal to the first-year costs.

This act is effective January 1, 2002, and will be repealed on December 31, 2008.

Although FTB is not required to report on this act to the Legislature, the California Research Bureau is required to report on the impact and effect of this act to the Legislature by December 31, 2005.

Bureau Director

Brian Putler

Date

October 26, 2001