

SUMMARY ANALYSIS OF AMENDED BILL

Franchise Tax Board

Author: Sen. Rev. & Tax. Analyst: Kristina E. North Bill Number: SB 1064

Related Bills: See Prior Analysis Telephone: 845-6978 Amended Date: April 23, 2003

Attorney: Patrick Kusiak Sponsor: _____

SUBJECT: Exempt Organizations/"Corporation" Includes Limited Liability Companies

- DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced February 27, 2003.
- AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.
- AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced/amended _____.
- FURTHER AMENDMENTS NECESSARY.
- DEPARTMENT POSITION CHANGED TO _____.
- REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED FEBRUARY 27, 2003, STILL APPLIES.
- OTHER - See comments below.

SUMMARY

This bill would allow exemption from taxation for specified limited liability companies (LLCs).

SUMMARY OF AMENDMENT

The April 23, 2003, amendment accepted the department's proposed amendment that would exempt from taxation certain title-holding entities under both the Personal Income Tax Law and the Corporation Tax Law in accordance with the author's intent. The remainder of the department's analysis of the bill as introduced February 27, 2003, still applies.

POSITION

Pending.

LEGISLATIVE STAFF CONTACT

Kristina E. North
Franchise Tax Board
845-6978
Kristina.North@ftb.ca.gov

Brian Putler
Franchise Tax Board
845-6333
Brian.Putler@ftb.ca.gov

Board Position:

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Legislative Director
Brian Putler

Date
04/28/03