

**SUMMARY ANALYSIS OF AMENDED BILL**

Author: Baca Analyst: Deborah Barrett Bill Number: AB 2437  
 Related Bills: See Prior Analysis Telephone: 845-4301 Amended Date: April 4, 2006  
 Attorney: Patrick Kusiak Sponsor: \_\_\_\_\_

**SUBJECT:** Allow Taxpayers To Designate On PIT Return Amount In Excess Of Tax Liability To Be Deposited Into Qualified Tuition Program Account

\_\_\_\_\_ DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended \_\_\_\_\_.

\_\_\_\_\_ AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.

\_\_\_\_\_ AMENDMENTS DID NOT RESOLVE THE DEPARTMENTS 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 23, 2006 STILL APPLIES.

\_\_\_\_\_ OTHER – See comments below.

**SUMMARY**

This bill would allow taxpayers to direct any overpayment of tax to a Qualified Tuition Program (QTP) Account.

**SUMMARY OF AMENDMENTS**

The April 4, 2006, amendments removed language that would allow taxpayers to designate more than one QTP on their tax return and added language that limits the taxpayer to one designated QTP. The April 4, 2006, amendments have resolved the department’s Implementation Concerns identified in the previous analysis of the bill as introduced February 23, 2006. The Fiscal Impact noted in the prior analysis is restated below for convenience. The remainder of the analysis of the bill as introduced February 23, 2006, still applies.

Board Position:	Legislative Director	Date
_____ S	Brian Putler	04/17/06
_____ NA		
_____ NP		
_____ SA		
_____ O		
_____ NAR		
_____ N		
_____ OUA		
_____ X PENDING		

## **FISCAL IMPACT**

This bill would require the development of an additional form that would also impact departmental printing, processing, and storage costs. This bill would also require additional administrative and system programming costs to manage the transfer of funds to entities designated by the taxpayer. The additional costs will be identified and, if needed, an appropriation requested as the bill moves through the legislative process.

## **LEGISLATIVE STAFF CONTACT**

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