

SUMMARY ANALYSIS OF AMENDED BILL

Author: Escutia Analyst: Rachel Coco Bill Number: SB 17
 Related Bills: See Prior Analysis Telephone: 845-4328 Amended Date: January 23, 2006
 Attorney: Patrick Kusiak Sponsor: _____

SUBJECT: FTB Report Names and Addresses of Entities to BOE/Property Tax Question on Tax Form

- 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 AMENDED
- APRIL 19, 2005, STILL APPLIES.
- OTHER – See comments below.

SUMMARY

This bill would require the Franchise Tax Board (FTB) to report the name and address of an entity that either fails to respond or responds affirmatively to the real property change of ownership question on its income or franchise tax return. The report would be made to the Board of Equalization (BOE).

SUMMARY OF AMENDMENTS

The January 23, 2006, amendments removed language related to property tax law. The amendments added language that would require FTB to include the real property change of ownership question on all tax forms used by partnerships, banks, and corporations. The amendments would require FTB to report the name and address of an entity that fails to respond to the real property change of ownership question on its income or franchise tax return. The amendments also would change the current real property change of ownership question to include entities that lease real property in the state.

As a result of the amendments, the "This Bill" portion as discussed in the prior analysis has been revised. The remainder of the analysis of the bill as amended April 19, 2005, still applies.

Board Position:	Legislative Director	Date
<input type="checkbox"/> S		
<input type="checkbox"/> SA	Brian Putler	02/08/06
<input type="checkbox"/> N		
<input type="checkbox"/> NA		
<input type="checkbox"/> O		
<input type="checkbox"/> OUA		
<input type="checkbox"/> NP		
<input type="checkbox"/> NAR		
<input checked="" type="checkbox"/> PENDING		

POSITION

Pending.

THIS BILL

This bill would require FTB to include the real property change of ownership question on all tax forms used by partnerships, banks, and corporations.

This bill would modify the current change of ownership question to include entities that lease real property in California.

Currently FTB reports the names and addresses of entities that respond affirmatively to the change of ownership question to BOE. This bill would additionally require FTB to report the names and addresses of those entities that fail to respond.

LEGISLATIVE STAFF CONTACT

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