

**SUMMARY ANALYSIS OF AMENDED BILL**

Author: Lowenthal Analyst: Nicole Kwon Bill Number: SB 763  
 Related Bills: See Legislative History Telephone: 845-7800 Amended Date: May 26, 2006  
 Attorney: Patrick Kusiak Sponsor: \_\_\_\_\_

**SUBJECT:** Enterprise Zone, Manufacturing Enhancement Area, Targeted Tax Area & LAMBRA Tax Certificates/Department Of Housing & Community Development Charge Fee For Issuance Of Certificates

- 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 January 4, 2006, STILL APPLIES.
- OTHER – See comments below.

**SUMMARY**

This bill would do the following:

- Extend to the Department of Housing and Community Development (DHCD) authority to assess and collect a fee related to all economic development areas (EDAs).
- Direct DHCD to develop and adopt regulations that govern the issuance of vouchering certificates by local governments to all EDAs.

**SUMMARY OF AMENDMENTS**

The May 26, 2006, amendments removed the sunset date of July 1, 2009, for DHCD to charge fees for vouchering certificates for Enterprise Zones (EZs), Manufacturing Enhancement Areas (MEAs), Targeted Tax Areas (TTAs), and Local Agency Military Base Recovery Areas (LAMBRAAs). The amendments also made other nonsubstantive technical amendments.

Board Position:	Legislative Director	Date
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<input type="checkbox"/> SA		
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<input checked="" type="checkbox"/> PENDING		

The revenue estimate from the department's prior analysis is included below for convenience. The remainder of the department's analysis of the bill as amended January 4, 2006, still applies.

## **POSITION**

Pending.

## **ECONOMIC IMPACT**

### Revenue Estimate

This bill is not anticipated to impact significantly the amount of revenue associated with existing and future EZs, MEAs, TTA, and LAMBRAs.

### Revenue Discussion

Data and information necessary to measure the revenue impact of allowing local governments to issue voucher certificates is not available. Because this bill would direct DHCD rather than the Employment Development Department to develop and adopt regulations that govern the issuance of vouchering certificates by local governments to all EDAs, department staff anticipates that this bill would have insignificant impact on revenue currently associated with the MEA, TTA, and LAMBRA hiring credit.

## **LEGISLATIVE STAFF CONTACT**

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