

SUMMARY ANALYSIS OF AMENDED BILL

Author: Lowenthal Analyst: Nicole Kwon Bill Number: SB 763
 Related Bills: See Legislative History Telephone: 845-7800 Amended Date: August 7, 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 June 22, 2006, X 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 the specified economic development areas (EDAs).
- Direct DHCD to develop and adopt regulations that govern the issuance of vouchering certificates by local governments to the specified EDAs.

SUMMARY OF AMENDMENTS

The August 7, 2006, amendments would direct DHCD to develop and adopt regulations governing the issuance of hiring credit voucher certificates by local governments to a Targeted Tax Area (TTA). These regulations could be adopted on an emergency basis and would now apply to all EDAs.

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 June 22, 2006, still applies.

Board Position:	Legislative Director	Date
_____ S _____ NA _____ NP _____ SA _____ O _____ NAR _____ N _____ OUA <u> X </u> PENDING	Brian Putler	8/24/06

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, a 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 the specified 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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