

State of California

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Legislative Change No.

05-10

Bill Number: SB 14 Author: Campbell, et al. Chapter Number: 05-242

Laws Affecting Franchise Tax Board: Revenue and Taxation Code Sections 19136, 19136.3, 19136.4, 19136.6, 19136.8, 19136.11, and 19142.

Date Filed with the Secretary of the State: September 22, 2005

SUBJECT: Underpayment of Estimated Tax Penalty Relief

Senate Bill 14 (Campbell, et al.), as enacted September 22, 2005, made the following changes to California law:

Sections 19136 and 19142 of the Revenue and Taxation Code are amended.

This act provides an exception to the underpayment of estimated tax penalty that results when a law change retroactively increases a taxpayer's estimated tax payment.

Sections 19136.3, 19136.4, 19136.6, 19136.8, 19136.11 of the Revenue and Taxation Code are repealed.

This act removes obsolete provisions of law.

As an urgency statute, this act is effective immediately and applies to penalties for underpayments caused or increased by tax law changes imposed on and after January 1, 2005.

This act will not require any reports by the department to the Legislature.

Bureau Director

Jana Howard for Brian Putler

Date

11/29/05