

## State of California

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**Legislative Change No.****05-21**Bill Number: SB 457Author: KehoeChapter Number: 05-622Laws Affecting Franchise Tax Board: Revenue and Taxation Code Sections 17207 and 24347.5.Date Filed with the Secretary of the State: October 6, 2005

**SUBJECT:** Disaster Loss Deduction/Excess Loss Carryover/Orange, Riverside, San Bernardino, & San Diego County Severe Rainstorms, Related Flooding, Slides, & Other Events

**Senate Bill 457 (Kehoe), as enacted on October 6, 2005, made the following changes to California law:**

Sections 17207 & 24347.5 of the Revenue and Taxation Code are amended.

This act adds the severe rainstorms and related events that occurred in Orange, Riverside, San Bernardino, and San Diego Counties to the current list of specified disasters under the Personal Income Tax Law and the Corporation Tax Law

Specifically, this act allows special disaster treatment of losses sustained as a result of those disasters. The \$100 and 10% of adjusted gross income limitations in existing law apply to disaster losses on nonbusiness property.

AB 18 (La Malfa, Stat. 2005, Ch. 624) and AB 164 (Nava, Stat. 2005, Ch. 623) also adopt these provisions. AB 18 was chaptered after SB 457 and AB 164.

This act is an urgency measure and is effective and operative immediately upon enactment.

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

Bureau Director  
Jana Howard for Brian Putler

Date  
11/28/05