

State of California

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Legislative Change No.

06-19

Bill Number: SB 763

Author: Lowenthal

Chapter Number: 06-634

Laws Affecting Franchise Tax Board: Government Code Sections 7076, 7097.1, 7114.2, Revenue and Taxation Code Sections 17053.34, 17053.46, 17053.47, 23622.8, 23634, and 23646.

Date Filed with the Secretary of the State: September 29, 2006

SUBJECT: Enterprise Zone, Manufacturing Enhancement Area, Targeted Tax Area & LAMBRA Tax Certificates/Department of Housing & Community Development (DHCD) Charge Fee for Issuance of Certificates

Senate Bill 763 (Lowenthal), as enacted on September 29, 2006, made the following changes to California law:

Section 7076 of the Government Code is amended.

This act does the following:

- Continue the authorization for DHCD to assess and collect an administration fee of up to \$10 for each voucher certificate application for the Manufacturing Enhancement Areas.
- Repeal the sunset date of July 1, 2006, for DHCD to charge the \$10 fee, thus making the fee permanent.
- Eliminate the requirement that DHCD refund any fees assessed or collected when the Franchise Tax Board has rejected a vouchering certificate.

Sections 7097.1 & 7114.2 of the Government Code are added.

This act authorizes DHCD to assess and collect an administration fee of up to \$10 for each voucher certificate application for the TTA and LAMBRAs, in addition to the same fee for EZs that exists under current law. The fee is for the administrative costs incurred by DHCD for these programs.

Sections 17053.34, 17053.46, 17053.47, 23622.8, 23634, & 23646 of the Revenue and Taxation Code are amended.

This act directs DHCD to develop and adopt regulations governing the issuance of hiring credit voucher certificates by local governments. These regulations could be adopted on an emergency basis and would now apply to all Economic Development Areas.

This act is effective on January 1, 2007, and operative as of that date.

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

Assistant Bureau Director
Patrice Gau-Johnson

Date
10/11/06