

SUMMARY ANALYSIS OF AMENDED BILL

Author: Lieber, et al. Analyst: Gail Hall Bill Number: AB 1370
 Related Bills: See Prior Analysis Telephone: 845-6111 Amended Date: June 1, 2007
 Attorney: Douglas Powers Sponsor: _____

SUBJECT: Net Operating Loss Deduction/Allow Carryforward For 20 Years Beginning On Or After January 1, 2008

- 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 DEPARTMENT'S 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 INTRODUCED
 February 23, 2007, STILL APPLIES.
- OTHER – See comments below.

SUMMARY

This bill would provide certain income taxpayers an election to have a longer period to deduct losses incurred from certain business activities.

SUMMARY OF AMENDMENTS

The June 1, 2007, amendments revised the bill's operative date and added a repeal date. Except for the "Effective/Operative Date" discussion, the remainder of the department's analysis of the bill as introduced on February 23, 2007, still applies.

EFFECTIVE/OPERATIVE DATE

As a tax levy, this bill would become effective immediately upon enactment and would specifically apply to net operating losses created in taxable years beginning on or after January 1, 2008, and before January 1, 2028. In addition, the provisions added by this bill would be repealed as of December 1, 2028, unless before the repeal date, another statute deletes or extends the provisions.

Board Position:	Legislative Director	Date
<input type="checkbox"/> S		
<input type="checkbox"/> SA	Brian Putler	6/11/07
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POSITION

Pending.

LEGISLATIVE STAFF CONTACT

Gail Hall
Franchise Tax Board
(916) 845-6111
gail.hall@ftb.ca.gov

Brian Putler
Franchise Tax Board
(916) 845-6333
brian.putler@ftb.ca.gov