

**REVISED ANALYSIS**

Author: Assembly Revenue & Taxation Comm. Analyst: Deborah Barrett Bill Number: AB 1747  
 Related Bills: See Legislative History Telephone: 845-4301 Original Analysis Date: July 18, 2007  
 Attorney: Tommy Leung Sponsor: \_\_\_\_\_

**SUBJECT:** Check Cashier Reporting Requirements Not Applicable to Incidental Cashers/Use of Last Known Address/TBOR Change Due Date Of Report To Legislature

REVENUE ESTIMATE CHANGED.  
 FURTHER CONCERNS IDENTIFIED.  
 REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED/AMENDED STILL APPLIES.  
 OTHER – See comments below.

**SUMMARY OF BILL**

This bill would make three changes to the Revenue and Taxation Code:

- Revise check cashier reporting requirements to not apply to government, payroll, or one-party checks, as defined,
- Define the term "last known address" for legal notices, and
- Change the date that the annual Taxpayers' Bill of Rights Report is due to the Legislature.

The provisions that would define the term "last known address" and would change the due date of the annual Taxpayers' Bill of Rights Report are Franchise Tax Board sponsored provisions.

**REASON FOR REVISION**

This Revised Analysis is necessary to update the department's most recent estimate for this bill, which is contained in the department's analysis of the bill as amended April 25, 2007. This revision reflects the effects of the July 18, 2007, amendments to the bill, which would remove an exception for incidental check cashers from the current law reporting requirements.

Previous Revenue Estimate based on April 25, 2007, amendments

Estimated Revenue Impact of AB 1747 Effective for Tax Years BOA 1/1/2008 Assumed Enactment Date After 7/30/07		
2007/08	2008/09	2009/10
<\$150,000 loss	<\$150,000 loss	<\$150,000 loss

Board Position:	Legislative Director	Date
_____ S      _____ NA      _____ NP _____ SA      _____ O      _____ NAR _____ N      _____ OUA      _____ X PENDING	Brian Putler	8/24/07

Revised Revenue Estimate based on July 18, 2007, amendments:

Estimated Revenue Impact of AB 1747 Effective for Tax Years BOA 1/1/2008 Assumed Enactment Date After 7/30/07		
2007/08	2008/09	2009/10
No impact	No impact	No impact

The April 25, 2007, amendments removed the incidental check cashers from the current law reporting requirements, which created an estimated revenue loss of \$150,000 per year from the reduction of information currently obtained from the incidental check cashers. The July 18, 2007, amendments removed the exemption for incidental check cashers, which restored the revenue loss estimate to zero because those check cashers would still be required to report specific transactions. Consequently, the check casher provisions of this bill would not impact state income tax revenues.

#### **LEGISLATIVE STAFF CONTACT**

Deborah Barrett  
Franchise Tax Board  
(916) 845-4301  
[Deborah.barrett@ftb.ca.gov](mailto:Deborah.barrett@ftb.ca.gov)

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