SCS Agency
Franchise Tax Board

REVISED ANALYSIS

Author: McPherson | Analyst: Marion Mann DeJong | Bill Number: SB 276

Related Bills: | Telephone: (916) 845-6979 | Original Date: 02/06/97

Attorney: Doug Bramhall | Sponsor:

SUBJECT: Manufacturers' Investment Credit/Eating Places

____ 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.

X DEPARTMENT POSITION CHANGED TO BOARD NEUTRAL.

X REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED February 6, 1997, STILL APPLIES.

____ OTHER - See comments below.

SUMMARY OF BILL

This bill would create an investment credit for taxpayers in the lines of business described in the Standard Industrial Classification Code 5812 (eating places such as restaurants, caterers, fast food, coffee shops or dinner theaters). This credit is similar to the Manufacturers' Investment Credit (MIC).

SUMMARY OF REVISION

The Franchise Tax Board voted at its April 14, 1997, meeting to take a neutral position on this bill. Except for the position statement, the department's prior analysis of this bill as introduced February 6, 1997, still applies. The staff position of "neutral, if amended" is changed to a board policy position of "neutral" to reflect the board action. Department staff is available to help the author resolve the implementation concerns discussed in the prior analysis.

DEPARTMENTS THAT MAY BE AFFECTED:

____ STATE MANDATE ____ GOVERNOR'S APPOINTMENT

Department Director Position:	Agency Secretary Position:	GOVERNOR'S OFFICE USE
____ S ____ O ____ SA ____ OUA ____ N ____ NP ____ NA ____ NAR _____ PENDING	____ S ____ O ____ SA ____ OUA ____ N ____ NP ____ NA ____ NAR DEFER TO _____	Position Approved ____ Position Disapproved ____ Position Noted ____
Legislative Director Date	Agency Secretary Date	By: Date: