

State of California

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Legislative Change No. 08-12
Bill Number: SB 1146 Author: Cedillo Chapter Number: 08-345

Laws Affecting Franchise Tax Board: Sections 19551,19551.1 and 19551.5 of the Revenue and Taxation Code

Date Filed with the Secretary of State: September 26, 2008

SUBJECT: FTB Disclosure Reciprocal Agreement With City/City Provide Business Tax Program Information To FTB

Senate Bill 1146 (Cedillo), as enacted on September 26, 2008, made the following changes to laws impacting the Franchise Tax Board (FTB):

Section 19551 of the Revenue and Taxation Code is amended.

This act adds a repeal date of January 1, 2014, to the provisions of existing law, and upon repeal reenacts those provisions operative January 1, 2014.

Section 19551.1 of the Revenue and Taxation Code is amended.

This act authorizes a city to enter into a reciprocal agreement with FTB to exchange tax data between the city and FTB. This act authorizes FTB to waive the requirement for a city to reimburse FTB its costs if a city enters into a reciprocal agreement to exchange data.

Section 19551.5 of the Revenue and Taxation Code is added.

This act requires a city that assesses a city business tax or requires a city business license to annually furnish specified information upon request by FTB that the city has collected in the course of administering their city business tax or license requirements.

This act is effective on January 1, 2009, and the provisions related to FTB providing confidential tax data to cities and counties would be operative on that date. The provisions relating to city business tax reporting would be operative for a city that assesses a tax or requires a city business license and receives a request for data from FTB on or after January 1, 2009, to the extent economically feasible, except that in no event may a city comply any later than December 31, 2009.

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

Assistant Bureau Director
Patrice Gau-Johnson

Date
11/03/08