

**SUMMARY ANALYSIS OF AMENDED BILL**

Author:  Knight  Analyst:  William Koch  Bill Number:  AB 2528   
 Related Bills:  See Prior Analysis  Telephone:  845-4372  Amended Date:  May 5, 2010   
 Attorney:  Patrick Kusiak  Sponsor: \_\_\_\_\_

**SUBJECT:** Exclusion/Payments Or Vouchers From Federal Consumer Assistance To Recycle & Save Act Of 2009 (aka "Cash For Clunkers")

DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced  February 19, 2010 .

AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.

AMENDMENTS DID NOT RESOLVE THE DEPARTMENTS 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 19, 2010 , STILL APPLIES.

OTHER – See comments below.

**SUMMARY**

This bill would exclude from gross income any voucher or payment issued under the Consumer Assistance to Recycle and Save Act of 2009 (aka "Cash for Clunkers").

**SUMMARY OF AMENDMENTS**

The May 5, 2010, amendments resolved the technical consideration identified in the department’s analysis of this bill as introduced February 19, 2010, by clarifying the provisions of the bill would apply without regard to taxable year.

The “This Bill” section of the department’s analysis of this bill as introduced February 19, 2010, has been revised, and the “Technical Considerations” section no longer applies. The remainder of the department’s analysis of this bill as introduced February 19, 2010, still applies. The “Economic Impact” section is restated in this analysis for convenience.

Board Position:	Legislative Director	Date
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<input checked="" type="checkbox"/> PENDING	Brian Putler	06/09/10

THIS BILL

This bill, under the Personal Income Tax Law and Corporation Tax Law, would exclude, without regard to taxable year, any voucher or payment issued under the Consumer Assistance to Recycle and Save Act of 2009 from the gross income of the purchaser of a vehicle.

**ECONOMIC IMPACT**

This bill would result in the following revenue losses:

Estimated Revenue Impact of AB 2528 as Amended May 5, 2010 Assumed for Payments Made in 2009 Under the Consumer Assistance to Recycle and Save Act Enactment Assumed September 30, 2010			
Fiscal Year	2009-10	2010-11	2011-12
Revenue Loss	-\$100,000	-\$150,000	-\$150,000

This analysis does not consider the possible changes in investment activity, employment, personal income, or gross state product that could result from this bill.

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