

Author: Blumenfield Analyst: David Scott Bill Number: AB 684
 June 21 & 24, 2010,
 Related Bills: None Telephone: 845-5806 Amended Dates: and August 2, 2010
 Attorney: Patrick Kusiak Sponsor: _____

SUBJECT: California Alternative Energy & Advanced Transportation Financing Authority Act

- ANALYSIS NOT REQUIRED of this bill – Not within scope of responsibility of this department.
- TECHNICAL BILL – No program or fiscal changes to existing program.
- BILL AS AMENDED NO LONGER WITHIN SCOPE of responsibility or program of the department.
- TECHNICAL AMENDMENT – No change in previously submitted analysis required. Approved position of prior analysis is _____.
- MINOR AMENDMENT – Remainder of previous analysis of the bill as introduced/amended _____ still applies.
- MINOR AMENDMENT – No change in approved position of _____.
See Comments below
- OTHER – See comments below.

SUMMARY

This bill would create the Clean Energy and Fuels Manufacturing Financial Assistance Program to provide financial assistance to California companies for the manufacture or purchase of advanced transportation technologies.

COMMENTS:

The June 21, 2010, amendments removed all of the bill's provisions, related to the Health and Safety Code, and replaced them with the provisions that would authorize the California Alternative Energy and Advanced Transportation Financing Authority (Authority) to develop a program, in coordination with the Franchise Tax Board (FTB) and the State Board of Equalization, for the repayment of financial assistance received by California based companies from the Authority. The program would offset the amount of repayment obligation of companies that received financial assistance from the Authority with the increase in state revenues (sales and use tax, the company's state income taxes, and the company's employee's state income tax) the company generated.

Board Position:	Franchise Tax Board Staff	Date
<input type="checkbox"/> S <input type="checkbox"/> NA <input type="checkbox"/> NP		
<input type="checkbox"/> SA <input type="checkbox"/> O <input checked="" type="checkbox"/> NAR	David Scott	08/05/10
<input type="checkbox"/> N <input type="checkbox"/> OUA <input type="checkbox"/> PENDING		

The June 24, 2010, amendments added an urgency clause to the bill.

The August 2, 2010, amendments changed the author and removed provisions that would have established a program (under the June 21, 2010, amendments) to allow the repayment of financial assistance for the purchase of qualified technologies with the income and sales and use tax revenues generated by the company's use of the technology. The program would have required FTB involvement to administer (see discussion above). As a result of the current amendments, this bill no longer impacts the department's programs and operations or state income tax revenue.