

Author: Ashburn Analyst: William Koch Bill Number: SB 594
 Related Bills: See Prior Analysis Telephone: 845-4372 Amended Date: April 16, 2009
 Attorney: Patrick Kusiak Sponsor: _____

SUBJECT: Employer Cafeteria Plan Administrative Costs Credit-FTB Report To Legislature On Or Before January 1, 2013, Regarding Utilization Of Credit

____ 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

X February 27, 2009, still applies.

____ MINOR AMENDMENT – No change in approved position of _____.

____ See Comments below

X OTHER – See comments below.

COMMENTS:

This bill would permit a credit against franchise and income tax for administrative costs associated with establishing or administering a “cafeteria plan.”

As introduced February 27, 2009, this bill would require the Franchise Tax Board (FTB) to provide a report on the utilization of the credit to the chairpersons and vice chairpersons of the Senate and Assembly Health Committees and the Senate and Assembly Revenue and Taxation Committees.

The April 16, 2009, amendments would require FTB to provide the report to the Legislature instead of the chairpersons and vice chairpersons as specified above.

The department’s analysis of the bill as introduced February 27, 2009, still applies.

Board Position:	Franchise Tax Board Staff	Date
____ S ____ NA ____ NP		
____ SA ____ O <u>X</u> NAR	Will Koch	05/01/09
____ N ____ OUA ____ PENDING		