

SUMMARY ANALYSIS OF AMENDED BILL

Author: Gorell, et al. Analyst: Narinder Dosanjh Bill Number: AB 2323
 Related Bills: See Prior Analysis Telephone: 845-5275 Amended Date: June 26, 2014
 Attorney: Bruce Langston Sponsor _____

SUBJECT:	Olympic or Paralympic Prizes and Awards Exemption
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SUMMARY

This bill would provide an exclusion from gross income under the Personal Income Tax Law.

RECOMMENDATION

No position.

SUMMARY OF AMENDMENTS

The June 26, 2014, amendments added a coauthor and adopted the department’s technical amendments, resolving the technical considerations identified in the department’s analysis of the bill as amended May 15, 2014. Additionally, the “Effective/Operative Date” and “This Bill” sections have been revised, and the “Support/Opposition” section has been updated. The remainder of the analysis of the bill as amended March 20 & 27, 2014, still applies.

The “Fiscal Impact,” and the “Economic Impact” sections have been restated for convenience.

EFFECTIVE/OPERATIVE DATE

As a tax levy, this bill would be effective immediately upon enactment and specifically operative for taxable years beginning on or after January 1, 2014, and before January 1, 2022.

THIS BILL

For each taxable year beginning on or after January 1, 2014, and before January 1, 2022, this bill would exclude from gross income the value of any medal given by the International Olympic Committee, and any prize money or honoraria received from the U.S. Olympic Committee on account of the Olympic or Paralympic Games.

This exclusion would be repealed by its own terms as of December 1, 2022, unless a later enacted statute deletes or extends that date.

FISCAL IMPACT

This bill would not impact the department’s costs.

Board Position:	Asst. Legislative Director	Date									
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ECONOMIC IMPACT

Revenue Estimate

Estimated Revenue Impact of AB 2323 As Amended June 26, 2014 Assumed Enactment After June 30, 2014		
2014-15	2015-16	2016-17
- \$8,000	- \$50,000	- \$30,000

This analysis does not account for changes in employment, personal income, or gross state product that could result from this bill.

SUPPORT/OPPOSITION¹

Support: Association of Regional Center Agencies; United States Olympic Committee; Prout- LeVangie, Attorneys at Law; United States Olympic Committee Athletes' Advisory Council Leadership Team; 56 individuals.

Opposition: None on file.

LEGISLATIVE STAFF CONTACT

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¹ As noted in the Senate Governance and Finance Committee analysis dated June 13, 2014