

SUMMARY ANALYSIS OF AMENDED BILL

Franchise Tax Board

Author: Alquist Analyst: Gloria McConnell Bill Number: AB 1396

Related Bills: _____ Telephone: 845-4336 Amended Date: 07/07/98

Attorney: Janet Ballou

Sponsor: _____

SUBJECT: Child Support Compliance Act of 1998

DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended _____.

AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.

AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S 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 AMENDED _____ STILL APPLIES.

OTHER - See comments below.

SUMMARY OF BILL

Under this bill, all written contracts entered into by state agencies, including the Franchise Tax Board (FTB), would be required to contain an acknowledgment by the contractor (vendor) that it is complying with the earnings assignment orders of all employees and is providing the names of all new employees to the New Hire Registry maintained by Employment Development Department.

SUMMARY OF AMENDMENT

These amendments remove the requirements that:

- vendors contracting with the state must agree to make payroll records available for review for child support enforcement purposes by designated agencies, including the FTB.
- FTB and other state agencies would have to provide general data about its employees, licensees, contractors and vendors to the California Parent Locator Service, FTB and certain others for child support enforcement purposes.

Considerations and Collection Estimate

FTB contracts for various services, in accordance with requirements outlined in the State Administrative Manual and rules/regulations of the Department of General Service. These amendments resolve the implementation and technical considerations raised in FTB's analysis of the bill as amended June 8, 1998, and the background and specific findings in that analysis no longer applies. FTB staff does not expect that this bill would significantly affect FTB's operations or programs, including FTB's child support collection program.

Board Position:

_____ S _____ NA _____ NP
_____ SA _____ O _____ NAR
_____ N _____ OUA X PENDING

Department/Legislative Director

Date

Johnnie Lou Rosas

7/22/98