

(in millions)		
	1998-9	1999-0
Bank & Corporation Tax	(\$9)	Minor Loss*
Personal Income Tax	(\$1)	Minor Loss*
Total	(\$10)	Minor Loss*

* Minor Losses (less than \$500,000) resulting from carryovers

This bill would be effective for taxable and income years beginning after December 31, 1997, and before January 1, 1999, with enactment assumed after June 30, 1998.

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

Tax Revenue Discussion

Revenue losses under the PITL and the B&CTL would depend on the number of taxpayers who contribute and the amount of contributions made to a qualified plan.

Actual tax data for 1995 taxable/income year indicate that there were \$7 million in applied credits (excluding prior year carryovers).

BOARD POSITION

No Position.

At its March 26, 1998, the Franchise Tax Board considered this bill, but took no position. Julie Bornstein, on behalf of Controller Kathleen Connell, was neutral; Member Dean Andal supported it; and Robin J. Dezember, on behalf of Member Craig L. Brown, abstained.