SCS Agency
Franchise Tax Board

NO ANALYSIS REQUIRED

Author: O'Connell | Analyst: Kristina North | Bill Number: SB 1985

Related Bills: See previous analysis | Telephone: 845-6978 | As Amended: 4/13/98

Attorney: Doug Bramhall | Sponsor: _____

SUBJECT: Computer Technology & Equipment Contribution To Schools Deduction

_____ 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 and should be reviewed for reassignment to another department.

_____ TECHNICAL AMENDMENT - No change in previously submitted analysis required. Approved position of prior analysis is _____.

_____ MINOR AMENDMENT - No change in previously submitted analysis required. Approved position of prior analysis is _____.

_____ MINOR AMENDMENT - No change in approved position of _____. See comments below.

X OTHER - See comments below.

COMMENTS:

Under the Personal Income Tax Law and the Bank and Corporation Tax Law, this bill would allow taxpayers an augmented charitable contribution deduction for contributing computer technology and equipment to educational institutions.

The April 13, 1998, amendment replaces "refurbished" with "modified" and requires that the modified property have a manufacturer's warranty or be sold regularly by the manufacturer. The amendment also would specify that the federal rule for determining whether the property would be treated as constructed by the taxpayer does not apply for state purposes.

The April 13 amendment incorporates these changes discussed in the department's prior analysis of this bill "as proposed to be amended," which still applies.

DEPARTMENTS THAT MAY BE AFFECTED:

____ STATE MANDATE ____ GOVERNOR'S APPOINTMENT

Department Staff Position:	Agency Secretary Position:	GOVERNOR'S OFFICE USE
____ S ____ O ____ SA ____ OUA ____ N ____ NP ____ NA ____ NAR ____X____ PENDING	____ S ____ O ____ SA ____ OUA ____ N ____ NP ____ NA ____ NAR DEFER TO _____	Position Approved ____ Position Disapproved ____ Position Noted ____
Franchise Tax Board Staff Date Kristina North 4/24/98	Agency Secretary Date	By: Date: