

State of California

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Legislative Change No.**98-16**Bill Number: AB 1950Author: TorlaksonChapter Number: 98-856

Laws Affecting Franchise Tax Board:

Revenue and Taxation Code Section 19719.Date Filed with the Secretary of the State: September 25, 1998SUBJECT:

Assembly Bill 1396, as enacted on, September 25, 1998, made the following changes to California law as it affects the Franchise Tax Board:

Section 19719 of the Revenue and Taxation Code is amended.

This act precludes an insurer of a suspended corporation from being prosecuted by the Franchise Tax Board in a misdemeanor action if it defends an insured suspended corporation client in a civil action relating to the insurer's responsibilities to defend and indemnify the insured.

This act is effective on January 1, 1999.

This act will not require any reports by the department to the Legislature.

Bureau Director

Johnnie Lou Rosas

Date

10/21/98