

# State of California

Franchise Tax Board-Legislative Services Bureau  
PO Box 1468  
Sacramento, CA 95812-1468

Telephone: (916)845-4326  
ATSS: 468-4326  
FAX: (916)845-5472

**Legislative Change No.** **99-05**

Bill Number: AB 1120 Author: Havice Chapter Number: 99-69

Laws Affecting Franchise Tax Board: Revenue and Taxation Code Section 18152.5

Date Filed with the Secretary of the State: July 6, 1999

**SUBJECT:** Eliminates sunset/Exclusion/50% of Gain From Sale of Small Business Stock Held For More Than 5 Years

**Assembly Bill 1120, as enacted on July 6, 1999, made the following changes to California law:**

Section 18152.5 of the Revenue and Taxation Code is amended.

Under the Personal Income Tax Law, this bill removes the January 1, 1999, sunset date on the issuance of qualified small business stock, thereby making the exclusion permanent.

This act is effective for taxable years beginning on or after January 1, 1999.

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

Bureau Director

Johnnie Lou Rosas

Date

10/26/1999