

# State of California

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<b>Legislative Change No.</b>	<b>99-09</b>
Bill Number: <u>AB 1634</u> Author: <u>Assembly Rev &amp; Tax Comm.</u> Chapter Number: <u>99-144</u>	
Laws Affecting Franchise Tax Board:	<u>Sections 1088, 13009.5, 13021, 13028, and 13050 of the Unemployment Insurance Code</u>
Date Filed with the Secretary of the State:	<u>July 22, 1999</u>

SUBJECT: AB 3086 Clean-Up/Definition of Wages

**Assembly Bill 1634 (Assembly Revenue and Taxation Committee), as enacted on July 22, 1999, made the following changes to California law:**

Section 1088 of the Unemployment Insurance Code is amended.

This act specifies that the report of wages filed with the Employment Development Department by employers must include amounts withheld from pensions, annuities, and other forms of deferred compensation by cross-reference to Section 13028 and the total wages subject to personal income tax.

Section 13009.5 is added to the Unemployment Insurance Code.

This act creates a new definition of wages for the purposes of the quarterly report that includes all remuneration includable in gross income for services paid by an employer engaged in a trade or business to all employees.

Section 13021 of the Unemployment Insurance Code is amended.

This act specifies that the quarterly report of wages filed with the Employment Development Department by employers must include amounts withheld from pensions, annuities, and other forms of deferred compensation by cross-reference to Section 13028.

This act also makes a technical correction by changing the term "eighth-monthly" to "eight-monthly."

Section 13028 of the Unemployment Insurance Code is amended.

This act provides that pensions, annuities, and other deferred income shall be treated as payments of wages for purposes of the report of wages.

Section 13050 of the Unemployment Insurance Code is amended.

This act specifies that the amount of total taxable compensation for services reported on the W-2 and provided to the employee by employers is the same amount as that included on the report of wages.

This act is effective January 1, 2000, and applies to reports required to be filed after that date.

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

Bureau Director

Johnnie Lou Rosas

Date

08/23/1999