

**Franchise Tax Board
Fiscal Year 2020-21
Proposed Budget Change Proposals**

Priority #	Issue	2020-21 Cost Estimate (in thousands)	2020-21 Positions New	Fund Source	Summary
Budget Change Proposals					
1	Enterprise Data to Revenue (EDR ²) - Phase 2	\$1,269	10	GF	Request funding and 5 limited term positions and 5 permanent positions, to prepare for the EDR ² Project, which is the second phase of the Tax System Modernization (TSM) Plan.
2	Accessibility Enhancements for Web and Form Products	\$3,646	18	GF Special Funds	Request funding and positions to apply mandated accessibility standards to the website, web applications, tax and business forms, instructions, publications, and tax return displays. The workloads surrounding these products continues to grow and increase in complexity.
3	Mainframe Enterprise Server Refresh	\$6,060	-	GF Special Funds	Request funding in 2020-21 to replace the enterprise server (mainframe), memory, storage, and software that is approaching end of market. The replacement will ensure FTB's technology systems have sufficient processing capacity to perform mission critical activities including processing tax returns, payments, refunds and compliance activities.
4	Vehicle Registration Collections (VRC) System Modernization Project	\$2,119	-	Special Funds	Request funding in 2020-21 and 2021-22 to modernize VRC's existing Delinquent Vehicle Registration (DVR) system. Failure to replace the DVR system increases the risks of system failure and system issues which could impact the VRC Program and its revenue generating activities.
5	CA Competes Tax Credit	\$2,261	16	GF	Request to convert limited term resources to permanent positions and add two new positions to continue to administer the provisions as mandated in AB 93, SB 90 and SB 855 for the California Competes Tax Credit.
6	Voluntary Income Tax Assistance (VITA)	\$1,212	5	GF	Request funding for the ongoing assistance and administration of the VITA program. (Related to grant funds placed in budget annually to support EITC Free Tax Preparation.)
Capital Outlay Budget Change Proposals					
-	FTB Central Headquarters Security Upgrades	\$261,529	-	GF	Capital Outlay Request for funding to upgrade and update the physical security at FTB's Central Office Campus.

Totals: \$278,096 49.0