FRANCHISE TAX BOARD
2021 RULEMAKING CALENDAR

New Regulations Added to the 2021 Rulemaking Calendar Not Yet Approved

- Sections 19286 and 19288 - The Referral and Appeal of Penalties Imposed by the CalSavers Retirement Savings Board (page 2)
SCHEDULE A: PROPOSED REGULATIONS IMPLEMENTING STATUTES ENACTED DURING THE YEAR 2020

Subject: The Referral and Appeal of Penalties Imposed by the CalSavers Retirement Savings Board

California Code of Regulations Title and Sections Affected: Title 18, Article 6.1 (Sections 19286 and 19288)

Statute(s) Being Implemented: Rev. and Tax. Code Section(s) 19286 and 19288

Responsible Agency Unit: Legal Division

Contact Person and Phone Number: Christina Kenzie, (916) 845-4082

Projected Notice Publication Date: N/A

Projected Public Hearing Date: N/A

Projected Adoption by Your Agency Date: 02/21

Projected To OAL for Review Date: 2/21

Report on the Status of all Uncompleted Rulemaking Described on Previous Calendars: These regulations are authorized to be print and file.

California Code of Regulations Title and Sections Affected: Title 18, Sections 17951-5, 17951-8, 18662-1 through -8

Statute(s) Being Implemented: Rev. and Tax. Code Sections 17951 and 18662

Responsible Agency Unit: Legal Division

Contact Person and Phone Number: Natasha Page, (916) 845-6729

Projected Notice Publication Date: 04/21

Projected Public Hearing Date: 06/21

Projected Adoption by Your Agency Date: 08/21

Projected To OAL for Review Date: 10/21

Report on the Status of all Uncompleted Rulemaking Described on Previous Calendars: Staff held an interested parties meeting on October 8, 2020.

Subject: Nontaxable Exchanges

California Code of Regulations Title and Sections Affected: Title 18, Sections 17951-7, 25137(e)

Statute(s) Being Implemented: Rev. and Tax. Code Sections 17951 and 25137

Responsible Agency Unit: Legal Division

Contact Person and Phone Number: Natasha Page, (916) 845-6729

Projected Notice Publication Date: 10/21

Projected Public Hearing Date: 12/21
Projected Adoption by Your Agency Date: 02/22

Projected To OAL for Review Date: 04/22

Report on the Status of all Uncompleted Rulemaking Described on Previous Calendars: An interested parties meeting was held on Wednesday, February 3, 2016. Staff anticipates holding a second interested parties meeting in 2021.

Subject: Other State Tax Credit

California Code of Regulations Title and Sections Affected: Title 18, Section 18001-1

Statute(s) Being Implemented: Rev. and Tax. Code Section 18001

Responsible Agency Unit: Legal Division

Contact Person and Phone Number: Veronica Long, (916) 845-2878, 
Adam Susz, (916) 845-5130

Projected Notice Publication Date: 05/21

Projected Public Hearing Date: 07/21

Projected Adoption by Your Agency Date: 09/21

Projected To OAL for Review Date: 10/21

Report on the Status of all Uncompleted Rulemaking Described on Previous Calendars: Interested parties meetings were held August 7, 2019, and July 30, 2020. Staff anticipates requesting permission to begin the formal process in 2021.

Subject: Extension Period for Partnership Returns

California Code of Regulations Title and Sections Affected: Title 18, Sections 18567

Statute(s) Being Implemented: Rev. and Tax. Code Section 18567

Responsible Agency Unit: Legal Division

Contact Person and Phone Number: Brian Werking, (916) 845-5685
Projected Notice Publication Date: 01/21
Projected Public Hearing Date: 03/21
Projected Adoption by Your Agency Date: 03/21
Projected To OAL for Review Date: 05/21

Report on the Status of all Uncompleted Rulemaking Described on
Previous Calendars: Staff requested and received permission at the
December 7, 2017 meeting of the Franchise Tax Board to proceed to the
formal regulatory process on this project. Staff expects to publish a Notice

Subject: Withholding on Domestic Pass-Through Entities

California Code of Regulations Title and Sections Affected: Title 18,
Section 18662-4 through 18662-8, as applicable

Statute(s) Being Implemented: Rev. and Tax. Code Section 18662

Responsible Agency Unit: Legal Division

Contact Person and Phone Number: Leah Thyberg, (916) 845-3617

Projected Notice Publication Date: 05/21
Projected Public Hearing Date: 07/21
Projected Adoption by Your Agency Date: 09/21
Projected To OAL for Review Date: 11/21

Report on the Status of all Uncompleted Rulemaking Described on
Previous Calendars: Interested parties meetings were held on December
12, 2014, and September 8, 2017. Staff anticipates requesting permission
from the Franchise Tax Board to begin the formal regulatory process in
2021.

Subject: Penalty for Failure to File Return Upon Notice and Demand

California Code of Regulations Title and Sections Affected: Title 18,
Sections 19133
Statute(s) Being Implemented: Rev. and Tax. Code Section 19133

Responsible Agency Unit: Legal Division

Contact Person and Phone Number: Joel Smith, (916) 845-5429

Actual Notice Publication Date: 10/09/20

Projected Public Hearing Date: N/A

Projected Adoption by Your Agency Date: 03/21

Projected To OAL for Review Date: 06/21

Report on the Status of all Uncompleted Rulemaking Described on Previous Calendars: An interested parties meeting was held on November 13, 2019. Staff received permission to begin the formal regulatory process at the Franchise Tax Board meeting on December 18, 2019. The Notice of Proposed Rulemaking was published on October 9, 2020.

Subject: Assignment of Credits – Eligible Assignees and Reorganizations

California Code of Regulations Title and Sections Affected: Title 18, Sections 23663-1 and 23663-6

Statute(s) Being Implemented: Rev. and Tax. Code Section 23663

Responsible Agency Unit: Legal Division

Contact Person and Phone Number: Mira Coutinho, (916) 845-7612

Actual Notice Publication Date: 10/09/20

Projected Public Hearing Date: N/A

Projected Adoption by Your Agency Date: 03/21

Projected To OAL for Review Date: 06/21

Report on the Status of all Uncompleted Rulemaking Described on Previous Calendars: Interested parties meetings were held on June 12, 2014 and June 12, 2018. Staff received permission to proceed to the formal
regulatory process at the September 21, 2018 meeting of the Franchise Tax Board. The Notice of Proposed Rulemaking was published on October 9, 2020.

Subject: Market Based Rules for Sales Other than Sales of Tangible Personal Property

California Code of Regulations Title and Sections Affected: Title 18, Section 25136-2

Statute(s) Being Implemented: Rev. and Tax. Code Section 25136

Responsible Agency Unit: Legal Division

Contact Person and Phone Number: Thomas Lo Grossman, (916) 845-3629, Amanda Smith, (916) 845-2869

Projected Notice Publication Date: 02/21

Projected Public Hearing Date: 04/21

Projected Adoption by Your Agency Date: 06/21

Projected To OAL for Review Date: 08/21

Report on the Status of all Uncompleted Rulemaking Described on Previous Calendars: The Franchise Tax Board approved this project at its December 4, 2014, meeting. Amendments were approved by the Office of Administrative Law on September 15, 2016. Interested parties meetings on the subsequent project for possible additional amendments to the regulation were held on January 20, 2017, June 16, 2017, March 30, 2018, July 19, 2019, and July 21, 2020.

Subject: Alternative Apportionment Method Petition Procedures

California Code of Regulations Title and Sections Affected: Title 18, Section 25137

Statute(s) Being Implemented: Rev. and Tax. Code Sections 25137

Responsible Agency Unit: Legal Division

Contact Person and Phone Number: Hanna Cho, (916) 845-7298,
Projected Notice Publication Date: 05/21

Projected Public Hearing Date: 07/21

Projected Adoption by Your Agency Date: 09/21

Projected To OAL for Review Date: 11/21


Subject: Architectural and Engineering Services

California Code of Regulations Title and Sections Affected: Title 18, Section 30000

Statute(s) Being Implemented: Public Contract Code 10351, Government Code 4525, 4526

Responsible Agency Unit: Legal Division

Contact Person and Phone Number: Dennis Haase, (916) 845-3187

Projected Notice Publication Date: 06/21

Projected Public Hearing Date: 08/21

Projected Adoption by Your Agency Date: 10/21

Projected To OAL for Review Date: 12/21

Report on the Status of all Uncompleted Rulemaking Described on Previous Calendars: Staff anticipates publishing a notice requesting comments in early 2021.

Subject: Individual Shared Responsibility Penalty (SB 78)

California Code of Regulations Title and Sections Affected: Title 18, Section 61030

Statute(s) Being Implemented: Rev. and Tax. Code Sections 61000, 61005, 61010, 61015, 61020, 61023, and 61025
Report on the Status of all Uncompleted Rulemaking Described on Previous Calendars: Staff held an interested parties meeting on September 30, 2020.

Subject: Premium Assistance Subsidy Reconciliation (SB 78)

California Code of Regulations Title and Sections Affected: Title 18, Section 62000

Statute(s) Being Implemented: Government Code Sections 100800, 100805, 100810, 100815, 100820, and 100825

Report on the Status of all Uncompleted Rulemaking Described on Previous Calendars: These regulations are authorized to be print and file.