

chair **John Chiang**
member **Betty T. Yee**
member **Michael C. Genest**



State of California
Franchise Tax Board

12.21.2007

Roland A. Boucher
United Californians for Tax Reform

Dear Mr. Boucher:

Thank you for your presentation at the Taxpayers' Bill of Rights Hearing held on 11.28.2007.

You suggested increasing the standard deduction and eliminating the \$87 personal tax credit to simplify tax return filing at last year's Taxpayers' Bill of Rights Hearing held on 12.04.2006. We presented your suggestion as a legislative proposal at the hearing on 11.28.2007.

As requested by Board Member, Betty Yee, staff is preparing a distributional impact analysis of the proposal for taxpayers at different income levels that will show the impact this legislative proposal would have on taxpayers. Franchise Tax Board staff will distribute this analysis when completed so that the board may decide whether to request further discussion on the proposal.

I would also like to thank you for your past input to improve the Form 540 2EZ, report capital gains from mutual funds on the 2EZ, and save information on the electronic version of the 2EZ.

If you have any questions about the status of your issue, feel free to contact me.

Sincerely,

Selvi Stanislaus
Executive Officer

cc: Hon. John Chiang, Chair
Hon. Betty T. Yee, Member
Hon. Michael C. Genest, Member