

# NO ANALYSIS REQUIRED

## Franchise Tax Board

Author: Correa Analyst: Roger Lackey Bill Number: AB 10

Related Bills: See Prior Analysis Telephone: 845-3627 Introduced Date: 03-01-99

Attorney: Doug Bramhall Sponsor: \_\_\_\_\_

**SUBJECT:** Prepaid Minimum Tax/Qualified New Corporations/Reduce To \$0 01/01/2000

- ANALYSIS NOT REQUIRED of this bill -- Not within scope of responsibility of this department.
- TECHNICAL BILL -- No program or fiscal changes to existing program.
- BILL AS AMENDED NO LONGER WITHIN SCOPE of responsibility or program of the department.
- TECHNICAL AMENDMENT - No change in previously submitted analysis required. Approved position of prior analysis is \_\_\_\_\_.
- MINOR AMENDMENT - No change in previously submitted analysis required. Approved position of prior analysis is Pending.
- MINOR AMENDMENT - No change in approved position of \_\_\_\_\_. See comments below.
- OTHER - See comments below.

### COMMENTS:

**This bill** would provide that a qualified new corporation, for income years beginning on or after January 1, 2000, shall not be subject to the prepayment of minimum franchise tax to the Secretary of State (SOS).

The March 1, 1999, amendments incorporated the suggestions made in the department's analysis of the bill as introduced December 7, 1998, to eliminate overlapping and apparently incompatible changes to another section of law, thus resolving the department's implementation concerns.

Except for the discussion above, the department's analysis of AB 10 as introduced December 7, 1998, still applies.

### Board Position:

<input type="checkbox"/> S	<input type="checkbox"/> NA	<input type="checkbox"/> NP
<input type="checkbox"/> SA	<input type="checkbox"/> O	<input type="checkbox"/> NAR
<input type="checkbox"/> N	<input type="checkbox"/> OUA	<input checked="" type="checkbox"/> PENDING

Franchise Tax Board Staff

Date

**Roger J. Lackey**

**3/8/99**