

NO ANALYSIS REQUIRED

Franchise Tax Board

Author: Assm. Rev. & Tax. Comm. Analyst: Garnier Bill Number: AB 1208

Related Bills: SB 455 (1997)
AB 2797 (1998) Telephone: 845-5322 Amended Date: May 12, 1999

Attorney: Patrick Kusiak Sponsor: _____

SUBJECT: Conformity Act of 1999

- 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 dated 04/19/1999. Approved position of prior analysis is Pending.
- MINOR AMENDMENT - No change in previously submitted analysis required. Approved position of prior analysis is _____.
- MINOR AMENDMENT - No change in approved position of _____. See comments below.
- OTHER - See comments below.

COMMENTS:

The Personal Income Tax Law (PITL) and the Bank and Corporation Tax Law (B&CTL), in general, conform to the Internal Revenue Code (IRC) either by incorporating the IRC by reference or by stand alone language which mirrors the federal provision. When applying the IRC for state purposes, the IRC as of the "specified date" of January 1, 1998, must be used, unless a specific provision provides otherwise. This bill would change the specified date from January 1, 1998, to January 1, 1999, for taxable and income years beginning on or after January 1, 1999. Changing the specified date automatically conforms to all changes in the IRC from January 1, 1998, through December 31, 1998, that have been previously incorporated by reference. This bill conforms to various 1998 federal changes, as explained in the April 19, 1999 amendment analysis.

The May 12, 1999, amendment made several technical changes affecting the grammar, correcting cross references or clarifying certain provisions.

The May 12, 1999, amendment does not affect the revenue estimate, and the April 19, 1999, analysis 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

Jeff Garnier

6/2/1999