

NO ANALYSIS REQUIRED

Franchise Tax Board

Author: Ducheny Analyst: Jeani Brent Bill Number: AB 488

Related Bills: _____ Telephone: 845-3410 Introduced Date: 02/18/1999

Attorney: Doug Bramhall Sponsor: _____

SUBJECT: Legislative Intent to Establish Program to Allow Emerging Technology or Biotechnology Companies to Transfer Unused Credits

- 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 _____.
- MINOR AMENDMENT - No change in approved position of _____. See comments below.
- OTHER - See comments below.

COMMENTS:

This bill would express the Legislature's intent to establish a program administered by the Trade and Commerce Agency that would allow new or expanding emerging technology or biotechnology corporations to transfer to another corporation the portion of any research and development tax credit that the corporation could not use in the tax year.

Because this bill merely states the intent of the Legislature, it would not impact the department's programs and operations or state income tax revenue. However, if this bill were amended with provisions to fulfill the stated Legislative intent, the bill would create implementation concerns for the department and result in a loss of state income tax revenue.

Board Position:

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

Franchise Tax Board Staff Date

Christy Keith for Jeani Brent **3/2/1999**