

SUMMARY ANALYSIS OF AMENDED BILL

Franchise Tax Board

Author: Correa Analyst: Jeff Garnier Bill Number: AB 2268

Related Bills: See Prior Analysis Telephone: 845-5322 Amended Date: May 11, 2000

Attorney: Patrick Kusiak Sponsor:

SUBJECT: Long-Term Care Caregiver Credit

DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended _____.

AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.

AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced/amended _____.

FURTHER AMENDMENTS NECESSARY.

DEPARTMENT POSITION CHANGED TO _____.

REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED/AMENDED _____ STILL APPLIES.

OTHER - See comments below.

SUMMARY OF BILL

This bill would provide for a \$500 non-refundable credit to taxpayers who are eligible caregivers for each applicable individual in need of long-term care. An applicable individual may be the taxpayer, spouse of the taxpayer or a qualifying dependent, as defined, who has been certified to have long-term care needs. Any excess credit would be allowed to be carried over for eight years.

SUMMARY OF AMENDMENT

The May 11, 2000 amendments would:

- Limit the carryover period for any unused credit to eight years. The prior version of the bill provided for an unlimited carryover period.
- Repeal the credit for taxable years beginning on or after January 1, 2005. The prior version of the bill did not contain a sunset date.
- Require the Franchise Tax Board (FTB) to report annually to the Legislature. The FTB would report, to the extent the information is available, the number of taxpayers and the amount of adjusted gross income of those taxpayers claiming the credit, the amount of the credits claimed, and any other information the FTB deems useful to evaluate the use of the credit.

Except for the items discussed in this analysis, the department's February 24, 2000, analysis still applies.

BOARD POSITION

Pending.

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

Legislative Director

Date

Johnnie Lou Rosas

6/5/00