



PROGRAM BULLETIN

IICPB.2012.06

November 2, 2012

Cities and Counties to Receive Unclaimed Property Funds

Impact to:	All city and county agencies participating in the Interagency Intercept Collection (IIC) Program with Franchise Tax Board.
Purpose:	<p>To inform cities and counties that beginning January 1, 2013, the State Controller's Office is expanding the IIC Program to include another revenue source.</p> <p>The IIC Program will now redirect unclaimed property (UPD) funds to cities, counties, state agencies and universities; previously cities and counties were not authorized to receive UPD funds.</p>
Background:	Senate Bill 954 amended Government Code Section 12419.8 to allow cities and counties to receive UPD funds.
Required Action:	<p>Participating cities and counties must notify their debtors that this bill will be operative on January 1, 2013. This language should be incorporated into the Pre-Intercept Notice that you are required to send to your debtors.</p> <p>We suggest the following language that includes Government Code Section 12419.8 be included for the 2013 process year:</p> <p>Our records show that you have a (\$) delinquent debt due to the (Agency Name). You have 30 days to voluntarily pay this amount before we submit your account to the Franchise Tax Board (FTB) for interagency intercept collections. FTB operates an intercept program in conjunction with the State Controller's Office, collecting delinquent liabilities individuals owe to state and local agencies and colleges. FTB intercepts tax refunds, unclaimed property (UPD) claims and lottery winnings owed to individuals. FTB redirects these funds to pay the individual's debts to the agencies/colleges (California Government Code Sections 12419.2, 12419.7, 12419.8, 12419.9, 12419.10, 12419.11 and 12419.12).</p> <p>If you have questions or do not believe you owe this debt, contact us within 30 days from the date of this letter. A representative will review your questions or objections. If you do not contact us within that time, or if you do not provide sufficient objections, we will proceed with intercept collections.</p>
For Questions:	Interagency Intercept Desk, Franchise Tax Board IICGroup@ftb.ca.gov or 916.845.5344