



chair **John Chiang**  
member **Judy Chu, Ph.D.**  
member **Michael C. Genest**

State of California  
**Franchise Tax Board**

04.11.08

To: Interested Parties

Summary Report of Interested Parties Meeting Held on March 27, 2008 – Air Transportation Company Regulation Sections 25137-7 and 25101.3

Dear Interested Parties,

Thank you for participating in the interested parties meeting held March 27, 2008 at Franchise Tax Board's Central Office in Sacramento to discuss potential changes to the rules governing apportionment of air transportation company income and air express company income. You provided valuable input on potential amendments to Regulation section 25137-7 and potential new Regulation section 25101.3.

The summary report of the March 27th meeting is linked [here](#). Please inform me immediately if any key points from the March 27th meeting are missing from the summary report. I encourage further oral and written comments on potential regulatory changes to Regulation section 25137-7 and potential new Regulation section 25101.3. Please contact me at the number or address below by May 12, 2008, with your input. Do not hesitate to call or write if you need additional time to comment.

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Links to the Discussion Draft language from the March 27th Interested Parties meeting are here: [Discussion Draft](#) and [Discussion Topics](#).

As I noted in introductory remarks at the March 27th meeting, I hope to move forward with regulations that work for both industry and the Department in the coming months. Potential regulatory changes may be ready to be presented to the Franchise Tax Board for approval to proceed into the formal Administrative Procedure Act process before the September 4, 2008, Franchise Tax Board meeting.

I look forward to your continued involvement in this project.

Very truly yours,

Brian C. Miller  
Tax Counsel III