



STATE OF CALIFORNIA
FRANCHISE TAX BOARD
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JOHN CHIANG
Chair
JEROME E. HORTON
Member
ANA J. MATOSANTOS
Member

Interested Parties Meeting

To attend this meeting, please RSVP by March 23, 2012, by contacting Colleen Berwick at (916) 845-3306 or Email: Colleen.Berwick@ftb.ca.gov.

To participate in this meeting by telephone, use this number to dial in: (877) 923-3149. The participant pass code is 2233420.

When

March 29, 2012
1:30 p.m.

Where

Franchise Tax Board
Golden State Room A
9646 Butterfield Way
Sacramento, CA 95827

Topic

Possible amendments to California Code of Regulations (CCR), title 18, section 25136-2 (market-based rules for sales other than sales of tangible personal property), to address certain sales of services and intangible property which were not addressed in the proposed language of CCR section 25136-2, which regulation will become effective March 27, 2012. Specifically, possible amendments include situations involving sales in connection with asset management services, dividends, and reasonable approximation of the factor information of the underlying corporation where the taxpayer does not have the factor information, for example where the taxpayer held a minority interest in the underlying corporation or the interest was in a start-up company. CCR section 25136-2 is based on Revenue & Taxation Code section 25136, subdivision (b), which applies for taxable years beginning on or after January 1, 2011. Please see Explanation of Discussion Draft Language for Proposed Regulation Section 25136-2 posted with this notice.

Purpose

To elicit public input on draft language for amendments to the current regulation that address certain sales of services and intangible property described above and not previously addressed in CCR section 25136-2, which provides a market-based approach for assignment of sales other than sales of tangible personal property to the sales factor.

Contact: Melissa Potter:

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[Visitors Parking Map](#)

* This facility is architecturally accessible to persons with physical disabilities.