

FRANCHISE TAX BOARD
MINUTES
JULY 12, 2016 MEETING

The Franchise Tax Board met in open session at 1:30 p.m. at the Franchise Tax Board, 9646 Butterfield Way, Gerald Goldberg Auditorium, Sacramento, California. Present were Controller Betty T. Yee, Deputy Controller Yvette Stowers, Hon. Fiona Ma, CPA, and Chief Deputy Eraina Ortega, Department of Finance, for Member Cohen.

Franchise Tax Board

Staff Participating: Selvi Stanislaus, Jozel Brunett, Bruce Langston, Mary Wheat, Jennifer Roussel, Michelle Fallon, Andrea VanWelleghem, Paula Adams, Melissa Williams, Peter Nguyen, Fred Campbell-Craven, Tom LoGrossman, Norm Scott, Marco Esquivel and Dawn Casey

Item 1. – Approval of Minutes

The minutes of the March 10, 2016, Franchise Tax Board meeting were approved 3-0.

Item 2. – Filing Season Update/EITC

The Board received a PowerPoint presentation on the 2016 Filing Season and Earned Income Tax Credit.

Item 3. – FTB Strategic Plan

The Board received a PowerPoint presentation and update on the FTB Strategic Plan.

Item 4. – FTB's Enterprise Risk Management Program

The Board received a PowerPoint presentation and update on FTB's Enterprise Risk Management Program.

Item 5. – Market Based Rules Task Force

The Board received a PowerPoint presentation and update on Market Based Rules Task Force.

Item 6. – Regulation Matters

A. Alternative Apportionment Method Petition Procedures Section 25137 - Staff report and possible Board Action

The Board received a staff report on the proposed regulation and voted unanimously (3-0) to approve the staff request to begin the Interested Parties Meeting process.

B. Space Transportation Activities Apportionment Section 25137 – Staff report and possible Board Action

The Board received a staff report on the proposed regulation and voted unanimously (3-0) to approve the staff request to proceed with the formal regulatory process under the Administrative Procedures Act.

Item 6. – Administrative Matters

- A. 2017-18 Proposed BCPs – Informational Item
 - 1. PBX Replacement Project
 - 2. Court Ordered Debt
 - 3. Audit Protest Workload
 - 4. CA Competes Tax Credit (AB 93)

The Board received an update on all four proposed BCP's.

Item 9. – Executive Officer's Time

Executive Officer Selvi Stanislaus extended two invitations to the Board members to come and celebrate with FTB employees. The first event will be FTB's first multicultural food and arts fair on August 17th.

The second event, on August 24th, will be a two-for-one celebration for the Enterprise Data to Revenue project and for the state's first ever Earned Income Tax Credit

Item 10. – Board Members' Time

Controller Yee congratulated the entire FTB, stating she looks forward to another successful filing season.

Secondly, Controller Yee stated that due to increased interest with respect to state tax receipts, FTB staff may be asked to take a historical look at income tax receipt trends. Controller Yee was pleased to report that we have met or surpassed this year's annual budget projections.

Controller Yee announced the agenda and the Board convened in Closed Session commencing at 2:46 p.m. pursuant to Government Code section 11126.3.

The Board reconvened in open session and adjourned the meeting and adjourned for closed session at 3:08 p.m.

Board Liaison

Date

PENDING BOARD APPROVAL