

FRANCHISE TAX BOARD  
MINUTES  
JULY 21, 2015 MEETING

The Franchise Tax Board met in open session at 1:00 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. Jerome E. Horton, and Chief Deputy Eraina Ortega, Department of Finance, for Member Cohen.

**Franchise Tax Board**

**Staff Participating:**

Selvi Stanislaus, Jozel L. Brunett, Bruce Langston, Marco Esquivel, Michelle Fallon, Theria Grady, Jeanne Harriman, Roger Lackey, Sandee Lee, Laurie McElhatton, Anne Miller, Jeff Mrizek, David Muradyan, Anthony Musante, Jon Schlusser, Allen Wilson, and LaJena Jordan

**Item 1. - Approval of Minutes**

The minutes of the March 24, 2015, Franchise Tax Board meeting were approved 3-0.

**Item 2. - FTB Open Data Portal**

The Board received a PowerPoint presentation on Franchise Tax Board's Open Data Portal.

**Item 3. – Filing Season Updates**

- a. New Pipeline Process – Information item.
- b. Customer Satisfaction Survey – Information Item.
- c. My FTB – Information item.

The Board received a staff report on these items.

**Item 4. – FTB's Organizational Values Refresh**

The Board received a PowerPoint presentation and staff report on FTB's Organizational Values.

**Item 5. - Earned Income Tax Credit**

The Board received a PowerPoint presentation and staff report on Earned Income Tax Credit.

**Item 6. - Regulation Matters**

- a. Proposed Amendment of Regulation Section 17000.30 (Conflict of Interest Code for the Franchise Tax Board)

The Board received a staff report on the proposed regulation and voted 3-0 to proceed to the formal regulatory process.

- b. Proposed Amendment of Regulation 18662-0 through 18662-6 and 18662-8 (Withholding on payments derived from California Sources by Nonresident Individuals and Non-California Business Entities from the sale or exchange of any California real property)

The Board received a staff report on the proposed regulation and voted 3-0 to proceed to the interested party meeting process.

c. Proposed Regulation 25106.5-6 (Treatment of Net Operating Losses by Single Sales Factor Taxpayers)

The Board received a staff report on the proposed regulation and voted 3-0 to proceed to the interested party meeting process.

**Item 7. - Administrative Matters**

1. 2016/2017 Proposed Budget Change Proposals

- a) Enterprise Data to Revenue Project.
- b) Accounts Receivable Management Program
- c) Customer Service Resources
- d) E-Commerce Infrastructure Refresh
- e) Tax Gap

The Board received a staff report on the 2016/2017 Proposed Budget Change Proposals.

2. Facility Action Request

- a) DGS Electrical & Low Voltage Services Requests & Delegations – State Owned Facilities
- b) FTB Mailroom Modernization

The Board voted 3-0 to approve the Facility Action Request.

**Item 7. - Executive Officer's Time**

Executive Officer Selvi Stanislaus introduced Anne Miller to provide an update on interest computations.

**Item 8. - Board Members' Time**

Chairperson Yee shared her appreciation for the Enterprise Data to Revenue system.

The Board members presented a Resolution to Sandee Lee commending her on the occasion of her retirement and her service at FTB.

The Controller announced the agenda and the Board convened in Closed Session commencing at 2:27 p.m. pursuant to Government Code section 11126.3.

The Board reconvened in open session and adjourned the meeting at 2:41 p.m.