

FRANCHISE TAX BOARD
MINUTES
JULY 1, 2014 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 Deputy Controller Marcy Jo Mandel for Chair Chiang, 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, Cathy Cleek, Roger Lackey, Jackie Hudson, Scott Reid, Anne Miller, and Colleen Berwick.

Item 1. – Approval of Minutes

The minutes of the March 12, 2014, Franchise Tax Board meeting were approved 3-0.

Item 2. – Filing Season Updates

The Board received a PowerPoint presentation on the 2014 filing season.

At this time, Selvi Stanislaus, Executive Officer, and Anne Miller, Chief of the Filing Division, acknowledged FTB's appreciation of State Controller Chiang's involvement on tax days for the last eight consecutive years and presented the Controller with a commemorative plaque. Ms. Miller thanked the Controller for promoting the VITA program, as well as the pre-E-file programs like CalFile and Ready Return.

Item 3. – Protest Update

The Board received a staff report on the progress of the Legal Division staff over the last year in reducing the protest backlog.

Item 4. – Administrative Matters

- a. 2015/16 Proposed Budget Change Proposals – Information item.
 1. Enterprise Data to Revenue Project.
 2. AB 1424.
 3. Mainframe Workload Growth.
 4. Taxpayer Correspondence.
 5. Authenticated Live Chat & Web Services.
 6. Identity Theft.
 7. Court Ordered Debt Spending Authority Increase.

The Board received a staff report for information purposes only.

- b. Contracts over \$1 million – Action item.
 - Mainframe Virtual Storage System Upgrade.

The Board voted 3-0 to approve the contract.

- c. Facility Action Request – Board approval.
 - 1. Modular Furniture Purchase Delegation Renewals.
 - 2. Carpet Delegation.
 - 3. Lease Expansion – Criminal Investigation.

The Board voted 3-0 to approve the facility action items.

Item 6. – Executive Officer's Time

Ms. Stanislaus was joined by Cathy Cleek, CIO of the Technology Services Division, Carlos Ramos, the State Chief Information Officer and George Schindler, President of GGI U.S. and Canada Operations and spoke on the success of the EDR project and the \$1 billion milestone.

Item 7. – Board Members' Time

Deputy Controller Marcy Jo Mandel presented Tom McPherson, Chief of the Criminal Investigations Bureau, Susan Borgman, Director of Procurement and Asset Management Bureau, and Lisa Garrison, Chief of the Finance and Executive Services Division, with a resolution commending them for their dedication to the Franchise Tax Board.

Deputy Controller Marcy Jo Mandel announced the agenda for and the Board convened in Closed Session commencing at 2:58 p.m. pursuant to Government Code section 11126.3.

The Board reconvened in open session and adjourned the meeting at 4:00 p.m.

Board Liaison

Date