

AGENDA

**Franchise Tax Board Meeting
Wednesday, February 9, 2005, 10:00 a.m.
State Board of Equalization
450 N Street, Room 121*
Sacramento, CA 95814**

Open Session

Item 1. Approval of Minutes

- a. Approval of Minutes of the December 1, 2004, Board meeting.
- b. Approval of Minutes of the Taxpayers' Bill of Rights Hearing.

Item 2. Evaluation and Oversight of Tax Expenditures

Board discussion and possible action.

Item 3. Guidance on State Taxation of Investment Income Earned on Foreign Earnings Repatriated under the American Jobs Creation Act

Board discussion and possible action.

Item 4. Regulation Matters

Draft proposed amendments to Regulations 24411 (Deductibility of Certain Dividends) and 25106.5-1 (Intercompany Transactions) – Request for authorization to proceed directly to the formal regulation process.

Item 5. Amnesty Project

Staff report.

Item 6. Child Support

Staff report.

Item 7. Administrative Matters

- a. **Contracts over \$1 million** – IBM mainframe software maintenance renewal
– Board approval.
- b. **FTB's proposed budget for 2005/06** – Staff report.

Item 8. Executive Officer's Time

Executive Officer's opportunity to report on matters of interest to the Board.

Item 9. Board Members' Time

Members' opportunity to raise other matters of interest.

Closed Session

Item A. Closed session to consider recommendations regarding settlement of administrative tax disputes. Closed session is authorized by subdivision (c)(10) of section 11126 of the Government Code and required by section 19442 of the Revenue and Taxation Code.

Item B. Closed session to allow the Board to confer with and receive advice from legal counsel regarding pending litigation within the meaning of Government Code section 11126, subdivision (e)(2). Closed session is authorized by Government Code section 11126, subdivision (e)(1).

- * **This facility is architecturally accessible to persons with physical disabilities.**
- **When the circumstances warrant, the Chair may modify the order of the agenda items.**
- **This notice, including links to written material related to the Open Session agenda items, is also available at <http://www.ftb.ca.gov/> under the heading Public Meeting Notices.**
- **If you have a disability and would like to request reasonable accommodation and/or this material in alternate format, please make your request as soon as possible, but no later than five working days prior to the meeting date. Some alternate formats take longer to produce than others. Therefore, the earlier your request is received, the more likely we can provide the specific alternate format you request. To place your request, please contact Ellen Clemente by phone at (916) 845-3651, or by email at Ellen.Clemente@ftb.ca.gov.**