

**Franchise Tax Board
FTB Meeting – June 5, 2008
Status of the FY 2008/2009 Budget**

Attached is a schedule showing the status of FTB issues before Assembly and Senate Budget Sub 4 Committees. Nearly all issues have been approved by both sides. Open items as of May 21, 2008 are reflected in red.

Pending hearings scheduled before the end of May should resolve the remaining open items or indicate which items will be resolved at Conference. FTB will be able to provide an updated schedule of issues at the June 5th meeting.

Franchise Tax Board
Status of Assembly/Senate Hearing Issues

	Issue	2008/09 Revenue	2008/09 Cost	Positions	Senate Vote	Assembly Vote	Issue Disposition as of 5/6/08
		(In Thousands)					
		Approved by Dept of Finance					
Budget Change Proposals							
3	Tax Gap	\$22,300	\$6,500	68.5	Approved	Approved	Non-Conference Item - Approved
5	Encoder Replacement	\$0	\$1,200	0.0	Approved	Approved	Non-Conference Item - Approved
6	Withhold at Source System Project Pilot Program Revenue	\$0 \$1,900	\$654	0.0	Approved	Open	Open - New revenue from pilot prgrm identified & tied to BCP#6
7	Court Ordered Debt Collection Expansion	\$21,000	\$3,900	56.5	Approved	Approved	Non-Conference Item - Approved
9	Security Workload Growth	\$0	\$27	5.0	Approved	Approved	Non-Conference Item - Approved
13	Sea Otter Voluntary Contribution	\$0	\$6	0.0	Not heard	Not heard	Non-Conference Item - Approved
14	Compliance Enhancement Measures Mandatory E-Pay	\$66,000 \$5,000	\$9,739 \$161	135.7 3.0	Approved - Excluding Mandatory E-Pay Approved 5/8	Approved - Excluding Mandatory E-Pay Open	Approved - Excluding Mandatory E-Pay Open
15	CA Child Support Automation System (CCSAS) Project	\$0	-\$7,906	-3.0	Approved	Approved	Non-Conference Item - Approved
Finance Letters							
1	CCSAS Project - Realignment	\$0	-\$88,600	-146.0	Approved	Approved	Non-Conference Item - Approved
2	Court Ordered Debt Program - Trailer Bill Language	\$0	\$0	0.0	Approved	Approved	Non-Conference Item - Approved
3	LLC Protective Claims - Processing Costs	\$0	\$178	3.0	Approved	Approved	Non-Conference Item - Approved
4	Collections of Inactive Accounts Receivables	\$8,000	\$576	9.0	Approved	Approved	Non-Conference Item - Approved
5	Additional Revenue Agents Report (RAR) Workload	\$27,000	\$2,000	29.5	Approved	Approved	Non-Conference Item - Approved
LAO Issues							
	Additional Audit Workloads		\$500	4.1	Approved	Open	Open
	Modify Group Income Tax Return Provisions	\$2,000	\$100	0.0	Approved	Approved	Non-Conference Item - Approved
May Revise							
	FE Manual Workload - Quality Assurance	\$9,000	\$1,100	16.2	Open	Open	Issue Not Yet Heard
Other Issues							
	HRA - Tax Relief (9100) 10% Reduction				Open	Open	Open
	Political Reform Audit (PRA) 10% Reduction		-\$175	-2.0	Denied 5/8	Open	Open