

FINAL STATEMENT OF REASONS
FOR THE ADOPTION OF PROPOSED
REGULATION SECTIONS 20501-20505

These proposed regulations do not impose any mandate on local agencies or school districts.

UPDATE OF INITIAL STATEMENT OF REASONS

The public notice required by section 11346.4 of the Government Code was mailed and published on November 19, 2004. The notice required that an interested person request a public hearing at least 15 days before the close of the written comment period. The department did not receive a request for a hearing or any written comments during the comment period, which ended on December 22, 2004. Consequently, the department has not considered or made any revisions to the proposed regulations.

ALTERNATIVES DETERMINED

The Franchise Tax Board has determined that no alternative would be more effective in carrying out the purpose for which the regulations are proposed or would be as effective and less burdensome to affected persons than the proposed regulations.