SUBJECT: Tax Shelter Reporting and Registration

On October 2, 2003, Revenue and Taxation Code section 18628, related to tax shelter registration requirements, was amended (Stats. 2003, ch. 656). Federal rules or procedures applicable to the federal registration requirements for tax shelters apply to California's tax shelter registration requirements to the extent that they do not conflict with any California rules or procedures. (See Revenue & Taxation Code section 18628, subdivision (b), paragraph (1).)

Subparagraph (A) of paragraph (2) of subdivision (b) of section 18628 of the Revenue and Taxation Code allows the Franchise Tax Board to require information in addition to the information required for federal tax purposes. Pursuant to this authority, persons submitting information required by section 18628 shall also provide the applicable California business entity number. In the event the business entity is a corporation included in a group return for a combined reporting group, the California business entity number of the Key Corporation must also be provided.

The principal author of this notice is David Gemmingen of the Franchise Tax Board, Legal Department. For further information regarding this notice, contact Mr. Gemmingen at P.O. Box 1720, Rancho Cordova, CA 95741-1720.