

## **BILL ANALYSIS**

Department, Board, Or Commission	Author	Bill Number
<b>Franchise Tax Board</b>	<b>Cunningham</b>	<b>AB 1516</b>

**SUBJECT:** Code Maintenance

### **SUMMARY**

This bill would make numerous technical, non-substantive changes as a matter of code maintenance to various California codes, including to the Revenue and Taxation Code (R&TC).

This analysis is limited to discussion of the changes that would affect the department.

### **REASON FOR THE BILL**

The reason for this bill is to prevent confusion in applying state law by correcting cross-references, amending terminology for clarification, amending provisions to reflect the current style for drafting legislation, and eliminating obsolete language.

### **EFFECTIVE/OPERATIVE DATE**

This bill would become effective and operative on January 1, 2018, unless another act chaptered in 2017 that takes effect on or before January 1, 2018, amends or repeals a provision that would be amended or repealed by this bill, in which case, the changes made by the other act would prevail and nullify the changes made by this bill.

### **FEDERAL/STATE LAW**

As sections of state law are amended, references to those sections in other parts of the law are sometimes not updated to reflect the amendment. In addition, provisions enacted in earlier years may not reflect the current legislative style for drafting legislation.

Incorrect nomenclature, cross-references, unclear terminology, and language that is inconsistent with the current style for drafting legislation can create confusion for taxpayers and the department when applying state law.

**THIS BILL**

This bill would make the changes shown in the following table to correct cross-references, amend terminology for clarification, amend provisions to reflect the current style for drafting legislation, and remove obsolete language.

<b>Business &amp; Professions Code Section</b>	<b>Cross Reference</b>	<b>Amend Terminology</b>	<b>Style Change</b>	<b>Obsolete Language</b>
<b>24049.5</b>	<b>X</b>			
<b>R&amp;TC Section</b>	<b>Cross Reference</b>	<b>Amend Terminology</b>	<b>Style Change</b>	<b>Obsolete Language</b>
<b>12206</b>	<b>X</b>			
<b>17058</b>	<b>X</b>			
<b>17220</b>	<b>X</b>			
<b>17851.5</b>	<b>X</b>			
<b>18708</b>		<b>X</b>	<b>X</b>	
<b>19192</b>	<b>X</b>			
<b>19854</b>		<b>X</b>		
<b>21026</b>	<b>X</b>			
<b>23610.5</b>	<b>X</b>			
<b>25128</b>				<b>X</b>

**FISCAL IMPACT**

This bill would not impact the department's costs.

**ECONOMIC IMPACT**

The provisions in this bill would not impact the state's personal income or corporation tax revenues.

**APPOINTMENTS**

None.

**SUPPORT/OPPOSITION**

Support: None provided.

Opposition: None provided.

**VOTES**

	<b>Date</b>	<b>Yes</b>	<b>No</b>
Concurrence	09/05/17	77	0
Senate Floor	08/31/17	38	0
Assembly Floor	04/03/17	78	0

**LEGISLATIVE STAFF CONTACT**

**Contact**

Marybel Batjer, Agency Secretary, GovOps

Khaim Morton, Legislative Deputy, GovOps

Selvi Stanislaus, Executive Officer, FTB

Diane Deatherage, Legislative Director, FTB

**Work**

916-651-9024

916-651-9100

916-845-4543

916-845-6333