



STATE OF CALIFORNIA
Franchise Tax Board

Short Form Analysis

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Sponsor:

Bill Number: AB 1288

Amended: August 1, 2022

SUBJECT

Low Income Housing Tax Credit

- Technical Amendment

SUMMARY

This bill would, under the Low-Income Housing Credit (LIHC) provisions of the Personal Income Tax Law (PITL) and Corporation Tax Law (CTL), modify the credit allocation requirements for the existing allocation of up to \$500 million in low-income housing tax credits for calendar years after 2021.

This bill would also allow a taxpayer who purchased a credit to be eligible to claim any such credit in the taxable year the building is placed in service and would identify certain taxpayer certification requirements.

ANALYSIS

The August 1, 2022, amendment resolved the technical consideration discussed in the department's combined analysis of this bill as amended January 24, May 17, and June 21, 2022 (Analysis), clarifying that a taxpayer shall amend any previously filed tax returns to reflect the credit amount certified by the California Tax Credit Allocation Committee. With the exception of this resolved consideration, the department's Analysis still applies.

LEGISLATIVE CONTACT

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