



STATE OF CALIFORNIA
Franchise Tax Board

Short Form Analysis

Author: Wiener, et al.

Sponsor:

Bill Number: SB 834

Amended: June 30, 2022

SUBJECT

Suspension of Tax Exempt-Status for Nonprofit Organizations Supporting or Engaging in Illegal Activities

- Minor/Technical Amendment

SUMMARY

This bill would, under the Corporation Tax Law, require the Attorney General to notify the Franchise Tax Board (FTB) of a finding that a tax-exempt organization has actively engaged in, or incited the active engagement in, illegal activities, as defined, and would require the FTB to revoke the tax-exempt status of the organization found to be in violation. The bill would restate the FTB's existing revocation authority.

ANALYSIS

The June 30, 2022, amendments, made a minor grammatical correction. As a result, the department's combined analysis of SB 834 as amended March 9, 2022, April 6, 2022, April 18, 2022, and May 2, 2022, still applies.

LEGISLATIVE CONTACT

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