



Bill Analysis

Author: Committee on
Judiciary

Sponsor:

Bill Number: SB 1525

Related Bills: See Legislative
History

Introduced: March 18, 2024

SUBJECT

Code Maintenance

SUMMARY

This bill would make numerous technical, nonsubstantive changes as a matter of code maintenance to various California codes, including to the Revenue and Taxation Code (RTC).

This analysis only addresses the provisions of the bill that would impact the Franchise Tax Board (FTB).

RECOMMENDATION

No position—The FTB has not formally voted or taken a position on this bill.

SUMMARY OF AMENDMENTS

Not applicable.

REASON FOR THE BILL

The reason for the bill is to make nonsubstantive changes to various California codes to clarify terminology, to provide a uniform style for drafting legislation, and to eliminate obsolete language.

ANALYSIS

This bill would do the following:

- Amend RTC section 17144.8 to make a single word correction to strike the word “funds” and insert “finds,” relating to gross income exclusion for student loan forgiveness.
- Amend RTC section 23301 to make minor punctuation additions and replace a numeric word with the number, relating to exempt status.
- Amend RTC section 23305a to make a minor punctuation addition, relating to a certificate of revivor.
- Amend RTC section 23610.5 to make a minor punctuation change, relating to the Low-Income Housing Credit.

Effective/Operative Date

This bill would become effective and operative on January 1, 2025, unless another act is chaptered in 2024, takes effect on or before January 1, 2025, and amends, adds, or repeals a provision that would be amended, added, or repealed by this bill, in which case, the changes made by the other act would prevail and nullify the changes made by this bill.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 California law are amended, cross-references to sections in other parts of the law may not always be updated.

Incorrect nomenclature, cross-referencing, 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.

Implementation Considerations

None noted.

Technical Considerations

None noted.

Policy Considerations

None noted.

LEGISLATIVE HISTORY

Not applicable.

PROGRAM BACKGROUND

None noted.

OTHER STATES' INFORMATION

None noted.

FISCAL IMPACT

This bill would not impact FTB's costs.

ECONOMIC IMPACT

Revenue Estimate

This bill as introduced on March 18, 2024, would not impact state income or franchise tax revenue.

LEGAL IMPACT

None noted.

EQUITY IMPACT

None noted.

APPOINTMENTS

None noted.

SUPPORT/OPPOSITION

Senate Committee on Judiciary 05-01-2024

Support: Office of Legislative Counsel (sponsor)

Opposition: None on file

ARGUMENTS

Proponents: None on file

Opponents: None on file

LEGISLATIVE CONTACT

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