



STATE OF CALIFORNIA
LEGAL DIVISION MS A-260
FRANCHISE TAX BOARD
PO BOX 1720
SACRAMENTO CA 95741-1720

Notice of First Interested Parties Meeting (IPM) Exempt Corporations – California Code of Regulations, Title 18, Sections 23701, 23772, and 23775-23778

RSVP Requested:

To attend this meeting, please RSVP by email to FTBRegulations@ftb.ca.gov by June 10, 2024.

When:

June 18, 2024 - 1:30 PM

Where:

Franchise Tax Board (FTB)
Goldberg Auditorium
9646 Butterfield Way
Sacramento, CA 95827

How:

The public may participate in person at the address above or by telephone.

How to Participate Telephonically:

- Dial 844-867-6169 and use access code: 8329529 when prompted.
- Once you join, the moderator will request your name.
- After each IPM discussion topic, the facilitator will invite the public to provide oral comments.
 - At the moderator's prompt, if you would like to comment, push 1 then 0 to speak on your phone.
 - You will be placed in a queue and will be prompted when it is your turn to speak.
- When you begin public comment, state your name and who you represent (if anyone).
- When you are done, you may continue to stay on the line or leave the meeting.

Topic:

California Code of Regulations (CCR), Title 18, Division 3, Chapter 3.5, Subchapter 4, Articles 1-3, Sections 23701 to 23778, set forth regulations implementing California Revenue and Taxation Code, Division 2, Part 11, Chapter 4, Articles 1-3, Sections 23701 to 23778, relating to exempt corporations. The regulations were last amended in 2009 or earlier.

Since 2009, several of these statutes have been amended. (See Cal Senate Bill (SB) 401 (2010); Assembly Bill (AB) 36 (2011); SB 1341 (2012); AB 1677 (2012); AB 1173 (2013); AB 154 (2015); AB 94 (2017); SB 934 (2020)).

A discussion topic paper has been issued. The discussion topic paper is posted on the department's website at <https://www.ftb.ca.gov/tax-pros/law/regulatory-activity/index.html>.

Purpose:

The purpose of this IPM is to elicit public input regarding possible additions and/or amendments to the regulations at CCR, Title 18, Sections 23701, 23772, 23775, 23776, 23777, and 23778.

Comments Deadline:

Written comments may be submitted at the meeting or provided to the contact listed below by July 19, 2024. All written and oral comments will be considered without attribution.

Contacts:

Bradley Kragel

E-mail: Bradley.Kragel@ftb.ca.gov

Telephone: (916) 845-2861

Address: Legal Division (MS-A260), P.O. Box 1720, Rancho Cordova, CA 95741-1720.

COST IMPACTS OF PROPOSED RULEMAKING

The department encourages submission of information from interested parties during the pre-Administrative Procedures Act process in order to assess the economic impact of any potential rulemaking action, or lack thereof, on businesses (including small businesses), employees, jobs or occupations, competitiveness of California businesses, reporting requirements, or individuals.