

**ASSEMBLY BILL**

**No. 2556**

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**Introduced by Assembly Member Duvall**

February 22, 2008

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An act to amend Section 17220 of the Revenue and Taxation Code, relating to taxation.

LEGISLATIVE COUNSEL'S DIGEST

AB 2556, as introduced, Duvall. Income tax deduction: taxes.

The Personal Income Tax Law provides that, for the purposes of computing taxes imposed by that law, certain federal provisions relating to deductibility of specified taxes shall not apply.

This bill would make a technical, nonsubstantive change to those provisions.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

*The people of the State of California do enact as follows:*

- 1 SECTION 1. Section 17220 of the Revenue and Taxation Code  
2 is amended to read:  
3 17220. (a) Section 164(a)(3) of the Internal Revenue Code,  
4 relating to ~~the~~ deductibility of state, local, and foreign income, war  
5 profits, and excess profits taxes, shall not apply.  
6 (b) Section 164(b)(5) of the Internal Revenue Code, relating to  
7 general sales taxes, shall not apply.  
8 (c) In addition to the provisions of Section 164(c) of the Internal  
9 Revenue Code, relating to deduction denied in case of certain  
10 taxes, no deduction shall be allowed for any tax imposed under

- 1 Chapter 10.5 (commencing with Section 17935), Chapter 10.6
- 2 (commencing with Section 17941), or Chapter 10.7 (commencing
- 3 with Section 17951) of this part or under Part 11 (commencing
- 4 with Section 23001).

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