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Introduced by Senator Yee

January 20, 2010

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An act to amend Section 23501 of the Revenue and Taxation Code, relating to taxation.

LEGISLATIVE COUNSEL'S DIGEST

SB 888, as introduced, Yee. Corporation income tax.

The Corporation Tax Law imposes a corporation income tax at a rate of 8.84% upon a corporation's net income, as specified.

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 23501 of the Revenue and Taxation Code  
2 is amended to read:  
3 23501. (a) There shall be imposed upon—~~every~~ *each*  
4 corporation, other than a bank, for each taxable year, a tax at the  
5 rate of 7.6 percent upon its net income derived from sources within  
6 this state on or after January 1, 1937, other than income for any  
7 period for which the corporation is subject to taxation under  
8 Chapter 2 (commencing with Section 23101), according to or  
9 measured by its net income.  
10 (b) For calendar or fiscal years ending after June 30, 1973, the  
11 rate of tax shall be 9 percent instead of 7.6 percent as provided by  
12 subdivision (a).

1 (c) For calendar or fiscal years ending after December 31, 1979,  
2 the rate of tax shall be the rate specified for those years by Section  
3 23151.

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