

ASSEMBLY BILL

No. 1040

Introduced by Assembly Member Ting

February 26, 2015

An act to amend Section 19522 of the Revenue and Taxation Code, relating to taxation.

LEGISLATIVE COUNSEL'S DIGEST

AB 1040, as introduced, Ting. Franchise Tax Board: federal tax law changes: report.

Existing law, requires the Franchise Tax Board to submit to the Legislature, and to make available to the public, on or before January 10 of each year, a report on all of the changes to the Internal Revenue Code enacted into law in the prior year, as provided.

This bill would instead require that report to be submitted and made available on or before February 1 of each year.

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 19522 of the Revenue and Taxation Code
- 2 is amended to read:
- 3 19522. (a) (1) (A) On or before ~~the 10th of January~~ *February*
- 4 *1* of each year, the Franchise Tax Board shall submit to the
- 5 Legislature a report on all changes to the Internal Revenue Code
- 6 enacted into law in the prior year. To the extent possible, the report
- 7 shall contain an estimate of the revenue effect of conforming
- 8 California law to each of those changes.

1 (B) In the event that changes to the Internal Revenue Code are
2 enacted after September 15 of any year, the report described in
3 subparagraph (A) shall be submitted to the Legislature within 120
4 days after signature by the President of the United States, rather
5 than the 10th of January.

6 (2) The report required by this section shall be made available
7 to the public.

8 (3) It is the intent of the Legislature that the policy committee
9 of each house of the Legislature hold at least one public hearing
10 on the report required by this section.

11 (b) For any introduced bill which proposes changes in any of
12 the dates in Section 17024.5, the Franchise Tax Board shall prepare
13 a complete analysis of the bill which describes all changes to state
14 law which will automatically occur by reference to federal law as
15 of the changed date. The Franchise Tax Board shall immediately
16 update and supplement that analysis upon any amendment to the
17 bill. That analysis shall be made available to the public and shall
18 be submitted to the Legislature for publication in the daily journal
19 of each house of the Legislature. The digest of the Legislative
20 Counsel shall indicate that an analysis of the bill shall be prepared
21 by the Franchise Tax Board and printed in the daily journal of each
22 house of the Legislature.