



**BOARD OF EQUALIZATION
LEGISLATIVE COMMITTEE MEETING AGENDA
HONORABLE JEROME HORTON, CHAIR
450 N STREET, SACRAMENTO, ROOM 121
JULY 26, 2011**

----- Agenda -----

2011 LEGISLATIVE PROPOSAL

**BUSINESS TAXES
SALES AND USE TAXES**

2011 Legislative Proposal

Set forth below is a suggestion for Sales and Use Taxes legislation to be sponsored by the BOE in the 2011-12 Legislative Session (see attachments).

**Suggestion
Number**

[3-17](#)

Amend Revenue and Taxation Code Sections 6055 and 6203.5 of the Sales and Use Tax Law to remove the requirement that retailers and lenders file an election form with the Board of Equalization *prior to* claiming a bad debt in the case of accounts held by a lender that have been found worthless and written off by the lender.

Source: Board Member George Runner

Revenue Impact: While enactment of this proposed change in law would allow additional refunds or deductions that are not currently allowable, it would not result in a revenue loss per se. These are amounts that would otherwise be subject to refund or eligible for a deduction, but for the fact that the claimant failed to obtain the election form prior to making the claim.