



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

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**----- Committee Report and Action Summary -----**

**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.

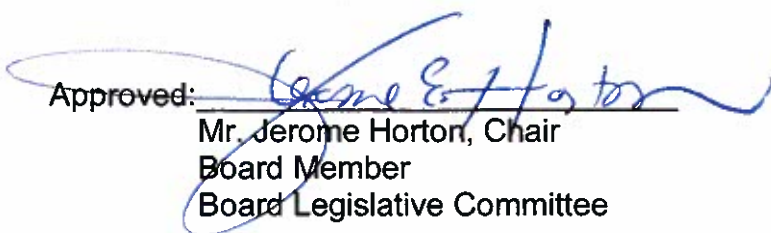
**Committee Recommendation:** ADOPT (5-0)

**BOARD OF EQUALIZATION  
BOARD COMMITTEE ON LEGISLATION  
July 26, 2011**

**Attending: Honorable Jerome Horton, Chair - Honorable Betty T. Yee, Honorable George Runner, Honorable Michelle Steel, and Marcy Jo Mandel**

<u>Suggestion No.</u>	<u>Horton</u>	<u>Yee</u>	<u>Runner</u>	<u>Steel</u>	<u>Chiang/ Mandel</u>	<u>Committee Recommendation</u>
<b>BUSINESS TAXES6 SALES AND USE TAXES</b>						
3-17	Without Objection					ADOPT (5-0)

Approved: \_\_\_\_\_

  
Mr. Jerome Horton, Chair  
Board Member  
Board Legislative Committee

  
Kristine Cazadd, Interim Executive Director

BOARD APPROVED

7/27/2011  
at the July 27, 2011 Board Meeting

  
Diane Olson, Chief  
Board Proceedings Division

July 26, 2011