



# Respondent Franchise Tax Board's Hearing Exhibit

for Consolidated Appeals of

Appeal of William R. and Donya Dobkin Appeal Case ID No. 728014  
and  
Deborah Dobkin Appeal Case ID No. 725828

## Revised FTB Lido Lane Long Beach Residence Basis and Gain Calculation

	<u>Gain/ Basis</u> <u>calculation</u>
Sale price (July 14, 2006)	\$ 6,300,000
Land cost 2 lots	\$ 1,800,000
Adjusted Construction cost	\$ 1,710,439
1994 window improvements	\$ 158,001
Labor costs for window improvements	\$ 38,000
<b>Revised Adjusted Basis</b>	<b>\$ 3,706,440</b>
<i>less</i> Sale closing costs	\$ 345,066
<b>Revised Capital gain</b>	<b>\$ 2,248,494</b>

### STATE BOARD OF EQUALIZATION



Appeal Name: William & Donya Dobkin, et al  
Case ID: 728014, 725828 ITEM # B5ab  
Date: 11-17-15 Exhibit No: 11.7  
TP (FTB) DEPT PUBLIC COMMENT

Appeal of William R. and Donya Dobkin

Appeal Case ID No: 728014      2006 taxable year

The third column, pending "revision" column, represents the revised tax, accuracy related penalty, and interest (computed through December 1, 2015).

Item	Description	NPA	NOA	NOD/R (pending)
1	California Taxable Income as Reported/Revised	-\$28,554.00	-\$28,554.00	-\$28,554.00
2	Basis Adjustment	\$1,399,922.00	\$1,399,922.00	\$874,247.00
3	Mortgage Interest	\$443,711.00	\$443,711.00	\$443,711.00
4	Itemized Deduction Phaseout	\$83,995.00	\$83,995.00	\$52,455.00
5	Revised Taxable Income	\$1,899,074.00	\$1,899,074.00	\$1,341,859.00
6	Tax - Table (MFJ)	\$172,357.00	\$172,357.00	\$120,536.00
7	Total Exemption Credits (as Adjusted)	\$0.00	\$0.00	\$0.00
8	Other Tax: Mental Health Services Tax	\$8,991.00	\$8,991.00	\$3,419.00
9	Total Tax	\$181,348.00	\$181,348.00	\$123,955.00
10	Less: Original/Revised Tax	\$0.00	\$0.00	\$0.00
11	Additional Tax	\$181,348.00	\$181,348.00	\$123,955.00
12	Penalty: ARP	\$36,269.60	\$36,269.60	\$24,791.00
13	Interest from 04.15.07 to 10.15.10	\$50,028.98	\$50,028.98	\$34,195.81
14	Interest from 03.02.11 to 03.01.13		\$18,883.13	
15	Interest from 03.02.11 to 12.01.15			\$29,770.87
16	Total Additional Tax, Penalty and Interest	\$267,646.58	\$286,529.71	\$212,712.68

Appeal of Deborah M. Dobkin  
 Appeal Case ID No: 725828 2006 taxable year

The third column, pending "revision" column, represents the revised tax, accuracy related penalty, and interest (computed through December 1, 2015).

The additional tax and interest to 12.01.15 is \$95,627.42 as detailed below:

Item	Description	NPA	NOA	NOD/R (pending)
1	California Taxable Income as Reported/Revised	\$1,193,853.00	\$1,193,853.00	\$1,193,853.00
2	Basis Adjustment	\$1,183,714.00	\$1,183,714.00	\$658,039.00
3	Revised Taxable Income	\$2,377,567.00	\$2,377,567.00	\$1,851,892.00
4	Tax - Table (MFJ)	\$217,773.00	\$217,773.00	\$168,885.00
5	Total Exemption Credits (as Adjusted)	\$0.00	\$0.00	\$0.00
6	Other Tax: Mental Health Services Tax	\$13,776.00	\$13,776.00	\$8,519.00
7	Total Tax	\$231,549.00	\$231,549.00	\$177,404.00
8	Less: Original/Revised Tax	\$109,626.00	\$109,626.00	\$109,626.00
9	Additional Tax	\$121,923.00	\$121,923.00	\$67,778.00
10	Interest from 04.15.07 to 04.15.10	\$26,021.55	\$26,021.55	\$14,465.58
11	Interest from 03.02.11 to 03.01.13		\$10,437.87	
12	Interest from 03.02.11 to 12.01.15			\$13,383.84
13	Total Additional Tax and Interest	\$147,944.55	\$158,382.42	\$95,627.42