

Memorandum

To : Mr. Timothy W. Boyer
Interim Executive Director

Date : November 12, 2003

From : 
Raye Zentner, Deputy Director
Administration Department

Subject: **Approval of Contract Over \$1 Million**

Attached for your approval is a contract that requires Board Member approval.

- A new Inter-Agency agreement with the Franchise Tax Board for the collection of use taxes pertaining to the sale, storage, use or other consumption of tangible personal property. Senate Bill 1009 (Chapter 718) states that the Franchise Tax Board is to collect any use taxes submitted and transfer the funds to the Board of Equalization.

Approval of this contract is scheduled to be an Administrative Agenda item for the December 4, 2003, Board meeting. With your approval, the Board Proceedings Division will provide a copy to each Board Member.

If you have any questions or wish to discuss this contract further, please call Bob Sherburne at 445-2068.

RZ:ic
Attachment

cc: Mr. Dade Powers
Mr. Robert Sherburne

Approved 
Timothy W. Boyer

reports/million/03/milmemFTB



BOARD APPROVED
at the _____, 2003 Board Meeting

Deborah Pellegrini, Chief
Board Proceedings Division

Item #DD
12/04/03

Board of Equalization
Proposed Contract over \$1 Million
Detail

Contractor	Start Date	Expire Date	Estimated Total Cost	Purpose
Franchise Tax Board	1/1/2004	6/30/2004	\$1,062,000	Collection of use taxes pertaining to the sale, storage, use or other consumption of tangible personal property.
				FTB will collect the taxes as part of the personal income tax process as mandated by Senate Bill 1009 (Chapter 718).
				BOE will reimburse FTB for their costs related to the revenue collection through this Interagency Agreement.