



Special Notice

CALIFORNIA STATE BOARD
OF EQUALIZATION
450 N STREET
SACRAMENTO, CA 95814

Corrected Interest Rate for Returns and Notices of Determination Issued in December 2016

EXECUTIVE DIRECTOR
DAVID J. GAU

Returns and Notices of Determination mailed and issued beginning December 1, 2016, through December 20, 2016, reflect an incorrect interest rate for underpayments effective January 1, 2017. The correct interest rate that will apply to unpaid and underpaid taxes effective January 1, 2017, is 7 percent per annum (0.00583 per month). This is an increase from the previous rate of 6 percent per annum (0.00500 per month).

BOE WEBSITE AND
BOARD MEMBER CONTACT
INFORMATION
www.boe.ca.gov

Why is the debit interest rate increasing?

The California State Board of Equalization (BOE) debit interest rate is based on the Internal Revenue Service (IRS) underpayment interest rate for non-corporate taxpayers, plus 3 percent. The BOE evaluates the interest rates every January and July and if a rate change is required, the change takes effect six months later. The IRS raised interest rates in April 2016 and in July 2016, and the BOE determined that a corresponding interest rate change would be required effective January 1, 2017.

CUSTOMER SERVICE CENTER
1-800-400-7115

TTY
711

Where can I find more information?

For current and past interest rates, you may visit the BOE's website at www.boe.ca.gov/sutax/interates.htm. You may also call the BOE's Customer Service Center at 1-800-400-7115 (TTY:711). Customer service representatives are available to assist you weekdays from 8:00 a.m. to 5:00 p.m. (Pacific time), except state holidays.