[Assembly Bill 1854]

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APPROVE ASSEMBLY BILL 1854, ESTABLISHING A STATE EARNED INCOME TAX

URGING THE CALIFORNIA STATE LEGISLATURE AND GOVERNOR DAVIS TO

CREDIT.

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WHEREAS, The Personal Income Tax Law authorizes various credits against the taxes imposed by that law; and,

WHEREAS. The California State Legislature is currently considering Assembly Bill 1854, which was introduced by Assemblymember Cedillo; and,

WHEREAS, Assembly Bill 1854 would enact a refundable state Earned Income Tax Credit (EITC) equal to 15% of the federal Earned Income Tax Credit; and,

WHEREAS. The state EITC would use the same eligibility criteria as the federal EITC, and would be effective for the 2000 through 2004 taxable years; and,

WHEREAS, Assembly Bill 1854 specifies that the state EITC would not count as income for the purpose of determining eligibility for CALWorks benefits; and,

WHEREAS, Assembly Bill 1854 requires the Franchise Tax Board to provide training and information to employers regarding how employees can make withholding adjustments to reflect the credit; and,

WHEREAS, Assembly Bill 1854 is intended to build on the federal EITC and boost the incomes of the working poor; and,

WHEREAS, The Western Center on Law and Poverty estimates that Assembly Bill 1854 would benefit roughly 2.3 million working families; and,

WHEREAS, Assembly Bill 1854 is on file with the Clerk of the Board of Supervisors in File No. 001166; now, therefore, be it

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SUPERVISORS LENO, BIErman, Newsom, Katz, Teng

RESOLVED, That the Board of Supervisors of the City and County of San Francisco endorses Assembly Bill 1854 and urges the Legislature and Governor to approve this legislation; and, be it

FURTHER RESOLVED, That a copy of this resolution be forwarded to his Honor, the Mayor, with a request that he transmit copies to the delegation from San Francisco in the State Legislature, as well as Governor Davis, with a request they take all action necessary to achieve the objectives of this resolution.



City and County of San Francisco Tails

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

Resolution

File Number:

001166

Date Passed:

Resolution urging the California State Legislature and Govenor Davis to approve Assembly Bill 1854, establishing a state earned income tax credit.

June 26, 2000 Board of Supervisors — ADOPTED

Ayes: 9 - Becerril, Bierman, Brown, Katz, Kaufman, Newsom, Teng, Yaki, Yee Absent: 2 - Ammiano, Leno

File No. 001166

I hereby certify that the foregoing Resolution was ADOPTED on June 26, 2000 by the Board of Supervisors of the City and County of San Francisco.

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Date Approved

Mayor Willie L. Brown Jr.

Clerk of the Board