CITY OF ALBANY CITY COUNCIL AGENDA STAFF REPORT

Agenda Date: 4/20/09 Reviewed by: BP

SUBJECT: A Resolution #09-16 of the Albany City Council Authorizing the

City Administrator to Execute An Agreement to Share Taxpayer

Information with the Franchise Tax Board

REPORT BY: Kim Denton, City Treasurer

Charles A. Adams, Finance & Administrative Services Director

STAFF RECOMMENDATION

That Council approve Resolution #09-16 – A Resolution of the Albany City Council Authorizing the City Administrator to Execute Agreements to Share Taxpayer Information with the Franchise Tax Board.

BACKGROUND/DISCUSSION

Pursuant to AB1146, the City is required to provide business license information to the Franchise Tax Board either in exchange for Franchise Tax Board taxpayer information or reimbursement for City cost to provide our information to the FTB. It would be beneficial to the City to receive the FTB taxpayer information so the City Treasurer can review for finding potential unlicensed businesses in Albany. We therefore recommend entering into a reciprocal agreement with the Franchise Tax Board. This agreement will be effective until December 31, 2011.

FINANCIAL IMPACT

There is no direct cost for receiving this information from the FTB. The potential increase in revenue to the City from unlicensed businesses is undetermined at this time, and can be determined more readily once we receive and review the taxpayer information from the FTB and compare it against our licensed businesses. The City Treasurer believes the most impact will be in finding unlicensed home occupation businesses.

Attachments:

Draft Resolution #09-16

State of California Standard Agreement between Franchise Tax Board and City of Albany