





## **Director Committee Report**

Director name: Joseph B. Paclio
Committee name and position on Committee : Taxation and Government Finance Committee / Regional Rep.
Committee meeting date and time: Thursday January 23, 2014 8:00 AM - 11:30 AM
Please list the top 3 items discussed at your meeting and the eventual outcome, if applicable:
Item discussed: Determination of the revenue impact of portability statewide.
Outcome achieved: Motion Passed to support the study.
Item discussed: Debt forgiveness protections in the case of loan modifications.
Outcome achieved: Leave it alone and let N.A.R. pursue the Internal Revenue Service.
Item discussed:  To analyze C.A.R.'s position on split roll tax policy and related issues.
Outcome achieved: No do not mess with prop 13 & or split roll tax.
Please summarize your meeting in one paragraph:
The task force that was started in October to compare the revenue impact of portability in Florida and
if it could be adopted in California, concluded that no revenue impact could be determined. Therefore
C.A.R. will support further study to allow portability of property tax basis anywhere in the State.
There was a lot of discussion on Split Roll Tax Policy and Related Issues. It was decided that if
changes were made to the Split Roll Tax Policy that it would negatively effect Prop. 13 so the
decision was to leave it alone. In late 2013, C.A.R. received opinion letters from the Internal
Revenue Service and the Franchise Tax Board clarifying that under California law debt forgiven
in a short sale is not subject to income tax by the federal or state governments.