ENROLLMENT(S)



(5)

AN ACT D.C. ACT 11-271

Codification
District of
Columbia
Code
1997 Supp.

IN THE COUNCIL OF THE DISTRICT OF COLUMBIA

MAY 20, 1996

To amend, on a temporary basis, the District of Columbia Income and Franchise Tax Act of 1947 to provide for greater conformity with federal income tax law.

BE IT ENACTED BY THE COUNCIL OF THE DISTRICT OF COLUMBIA, That this act may be cited as the "District of Columbia Income and Franchise Tax Act of 1947 Conformity Temporary Amendment Act of 1996".

Sec. 2. Section 4(bb-1) of title I of the District of Columbia Income and Franchise Tax Act of 1947, approved July 16, 1947 (61 Stat. 335; D.C. Code § 47-1801.4(28A)), is amended to read as follows:

Note, Section 47-1801.4

"(bb-1) The term "Internal Revenue Code of 1986" means the Internal Revenue Code of 1986 (100 Stat. 2085; 26 U.S.C. 1 *et seq.*), as amended through April 11, 1995. The provisions of the Internal Revenue Code of 1986 shall be effective on the same dates that they are effective for federal tax purposes, except that section 162(l) shall only apply to taxable years beginning after December 31, 1994."

Sec. 3. Fiscal impact statement.

Initially, the fiscal impact was \$800,000. However, the Council amended the legislation to make the tax conformity change retroactive for one year, as opposed to two years. Therefore, estimated fiscal impact of this legislation would be \$400,000.

Small changes in the revenue base have made conformity possible without a comparable budget offset. In the April 1996 quarterly revenue estimate, the franchise tax estimate was adjusted downward by \$400,000 for Fiscal Year 1996 to accommodate this law change. Overall, the April 1996 general fund revenue estimate is about \$1.8 million higher than the January revenue estimate. Therefore, the revenue estimate absorbs the conformity costs, while still exceeding the original revenue estimate by \$1 million.

Sec. 4. This act shall take effect following approval by the Mayor (or in the event of veto by the Mayor, action by the Council to override the veto), approval by the Financial Responsibility and Management Assistance Authority as provided in section 203(a) of the District of Columbia Financial Responsibility and Management Assistance Authority Act of 1995, approved April 17, 1995 (109 Stat. 116; D.C. Code § 47-392.3(a)), and a 30-day period of Congressional review as provided in section 602(c)(1) of the District of Columbia Self-Government and Governmental Reorganization Act, approved December 24, 1973 (87 Stat. 813; D.C. Code § 1-233(c)(1), and publication in the District of Columbia Register.

Chairman

Council of the District of Columbia

District of Columbia

APPROVED: May 20, 1996



COUNCIL OF THE DISTRICT OF COLUMBIA

COUNCIL PERIOD ELEVEN

RECORD OF OFFICIAL COUNCIL VOTE

R11-632

THEM ON COM	CIZNIT' C	A Y TONTO			1	Docket N	lo			יכס-דדם				
I ITEM ON CONSENT CALENDAR XI ACTION & DATE					ADOPTED FIRST READING, 4-2-96									
X VOICE VOTE RECORDED VOTE ON REQUEST					APPROVED									
					LICUTEO	_T	A 8 17	ח ח	۸.۷					
ABSENT					LIGHTEC	IU-I	AN	J_K	AY_			,		
ROLL CALL V	OTE - R	esult										<u> </u>		,
Councilmember	Aye	Nay	NV	AB	Councilmember	Aye	Nay	NV	AB	Councilmember	Aye	Nay	NV	AB
Chmn. Clarke					Jarvis					Smith, Jr.				
Brazil					Lightfoot					Thomas, Sr.				
Chavous					Mason					Whittington			<u> </u>	
Cropp					Patterson									
Evans					Ray									
- January _	Х	- Indica	ites Vot	è .			AB - A			1.	NV -	Presen	t not Vo	ting
I I ITEM ON CON	SENT C	V	NO retary to DAR	the Co					~ ~	Hay	Date	10	761	0_
X ACTION & DA					ADDPOV) <u>F</u>	INA	LK	EAL	<u>-ל נטאוו</u>	/-9	b		
VOICE VOTE					ADOPTED FINAL READING, 5-7-96 APPROVED CHAVOUS, JARVIS, RAY AND THOMAS									
ABSENT					CHAVOUS	٠ ز	JAK	AIS	۱ ر	KAY AND	IHU	MAS		
[] ROLL CALL V	OTE - R	tesult									·)
Councilmember	Aye	Nay	NV	AB	Councilmember	Aye	Nay	NV	AB	Councilmember	Aye	Nay	NV	AB
Chmn. Clarke					Jarvis					Smith, Jr.				
Brazil					Lightfoot					Thomas, Sr.				
Chavous					Mason					Whittington				
Cropp					Patterson									
Evans					Ray									
	X-i	ndicates	no /				AB-A				N	V-Prese	nt not v	oting
JITEM ON CON		CALENI		the Co	CERTI	FICATI	ON REC	CORD		llay	10 <u>1</u>	.19	96	<u> </u>
VOICE VOTE RECORDED V	OTE O	N REQU	EST				<u>-</u> -					. <u></u>	·	
ABSENT				-										
[] ROLL CALL V	OTE - I	lesult _)
Councilmember	Aye	Nay	NV	AB	Councilmember	Aye	Nay	NV	AB	Councilmember	Aye	Nay	NV	AB
Chmn. Clarke					Jarvis					Smith, Jr.				
Brazil					Lightfoot					Thomas, Sr.				
Chavous					Mason					Whittington				
Сгорр					Patterson									
Evans					Ray									
	X.	Indicat	es Vote					Absent			NV	• Presei	nt not V	oting
					CERTI	FICAT	ON RE	CORD						

A	N	A	\cap	Γ

Codification District of Columbia Code 1997 Supp.

IN THE COUNCIL OF THE DISTRICT OF COLUMBIA

To amend, on a temporary basis, the District of Columbia Income and Franchise Tax Act of 1947 to provide for greater conformity with federal income tax law.

BE IT ENACTED BY THE COUNCIL OF THE DISTRICT OF COLUMBIA, That this act may be cited as the "District of Columbia Income and Franchise Tax Act of 1947 Conformity Temporary Amendment Act of 1996".

Sec. 2. Section 4(bb-1) of title I of the District of Columbia Income and Franchise Tax Act of 1947, approved July 16, 1947 (61 Stat. 335; D.C. Code § 47-1801.4(28A)), is amended to read as follows:

Note, Section 47-1801.4

"(bb-1) The term "Internal Revenue Code of 1986" means the Internal Revenue Code of 1986 (100 Stat. 2085; 26 U.S.C. 1 *et seq.*), as amended through April 11, 1995. The provisions of the Internal Revenue Code of 1986 shall be effective on the same dates that they are effective for federal tax purposes, except that section 162(l) shall only apply to taxable years beginning after December 31, 1994."

Sec. 3. Fiscal impact statement.

Initially, the fiscal impact was \$800,000. However, the Council amended the legislation to make the tax conformity change retroactive for one year, as opposed to two years. Therefore, estimated fiscal impact of this legislation would be \$400,000.

Small changes in the revenue base have made conformity possible without a comparable budget offset. In the April 1996 quarterly revenue estimate, the franchise tax estimate was adjusted downward by \$400,000 for Fiscal Year 1996 to accommodate this law change. Overall, the April 1996 general fund revenue estimate is about \$1.8 million higher than the January revenue estimate. Therefore, the revenue estimate absorbs the conformity costs, while still exceeding the original revenue estimate by \$1 million.

Sec. 4. This act shall take effect following approval by the Mayor (or in the event of veto by the Mayor, action by the Council to override the veto), approval by the Financial Responsibility and Management Assistance Authority as provided in section 203(a) of the District of Columbia Financial Responsibility and Management Assistance Authority Act of 1995, approved April 17, 1995 (109 Stat. 116; D.C. Code § 47-392.3(a)), and a 30-day period of Congressional review as provided in section 602(c)(1) of the District of Columbia Self-Government and Governmental Reorganization Act, approved December 24, 1973 (87 Stat. 813; D.C. Code § 1-233(c)(1)), and publication in the District of Columbia Register.

Chairman

Council of the District of Columbia

Mayor
District of Columbia



COUNCIL OF THE DISTRICT OF COLUMBIA

COUNCIL PERIOD ELEVEN

RECORD OF OFFICIAL COUNCIL VOTE

OTE _

I Provide Control	cesm c				1	Docket !	No			PTT-02	<u> </u>			
X ACTION & DA	TE				ADOPTEI APPROVE) <u>F</u>	[RS]	L_R	EAD	ING. 4-2	2-9	6		
X VOICE VOTE RECORDED V	OTE ON	REQU	EST							· · · · · · · · · · · · · · · · · · ·				
ABSENT					LIGHTEC	OT.	ANI	D_R	AY_					<u></u> -
] ROLL CALL V	OTE - R	esult										<u> </u>)
Councilmember	Aye	Nay	NV	AB	Councilmember	Aye	Nay	NV	AB	Councilmember	Aye	Nay	NV	AB
Chmn. Clarke					Jarvis					Smith, Jr.				
Brazil					Lightfoot					Thomas, Sr.				
Chavous					Mason					Whittington				
Cropp					Patterson									
Evans					Ray									
	Х	- Indica	tes Vote	3			AB · A	bsent		1.	NV ·	Present	not Vo	ting
elles	L	1	No		CERTI	FICATI	ON REC	CORD		Hay	10,1996			
		Seci	retary to	the Co	uncil					4	Date	-		
I ITEM ON CON	SENT C	ALENI	AR							_		_		
XI ACTION & DATE ADOPTED FINAL READING, 5-7-96														
VOICE VOTE RECORDED V	OTE O	DEOL	Per		APPROVI									
ABSENT		· KEQC	1.01		CHAVOUS	S	JAR	VIS	, F	CAY AND	THO	MAS		
ROLL CALL V	OTE · R	lesult										<u> </u>)
Councilmember	Aye	Nay	NV	AB	Councilmember	Aye	Nay	NV	AB	Councilmember	Aye	Nay	NV	AB
Chinn, Clarke					Jarvis					Smith, Jr.				
Brazil					Lightfoot					Thomas, Sr.				
Chavous					Mason					Whittington				
Сгорр					Patterson									
Evans					Ray									
	X-i	ndicates	no j		AB-Absent					NV-Present not voting				
Secretary to the Council CERTIFICATION RECORD LOGICA Date											<u> </u>			
TEM ON CON	SENT C									•				
ACTION & DA	TE					·								
VOICE VOTE		PEOL	FCT											
ABSENT	OILO.	· KEQC	EQ1											
ROLL CALL V	OTE - F	lesult _										<u> </u>		<u> </u>
Councilmember	Aye	Nay	SV	AB	Councilmeniber	Aye	Nay	NV	AB	Councilmember	Aye	Nay	NV	AB
Chmn. Clarke	Ė	Ϊ́			Jarvis		Ť	<u> </u>		Smith, Jr.	Ť	Ť		
Brazil					Lightfoot			1	T	Thomas, Sr.				1
Chavous					Mason	T -				Whittington	1	1		1
Cropp					Patterson		1	1		1	T	1		1
Evans	-				Ray						 			T^-
	X-	Indicat	es Vote				AB -	Absent			NV	· Preser	it not V	oting
X - Indicates Vote AB - Absent NV - Present not Voting CERTIFICATION RECORD														