



Respectfully submitted to the Board of Directors of California State University, Los Angeles, Associated Students, Inc.

**A Resolution in Support of Proposition 24 “Repeal Corporate Tax Loopholes Act”:
Repeals Recent Legislation That Would Allow Businesses to Lower Their Tax Liability**

Authored by Hugo Perez, Legislative Affairs Representative-at-Large

WHEREAS, Associated Students, Inc. (A.S.I.) is the single recognized voice for over 20,000 students at California State University, Los Angeles (CSULA); and

WHEREAS, a key component of the mission of A.S.I. is to support legislation at both the State and Federal levels that will ensure, maintain and enhance the quality of life for of the pluralistic community; and

WHEREAS, the fiscal impact of the proposition would be increased state revenues of about \$1.3 billion each year by 2012–13 from higher taxes paid by some businesses followed by smaller increases in 2010–11 and 2011–12; and

WHEREAS, the passage of this measure means that three business tax provisions will return to what they were before 2008 and 2009 law changes and as a result: (1) a business will be less able to deduct losses in one year against income in other years, (2) a multistate business will have its California income determined by a calculation using three factors, and (3) a business will not be able to share tax credits with related businesses; and

WHEREAS, because none of these tax breaks have gone into effect, Proposition 24 will keep taxes for large corporations at their current level rather than raise any taxes on operating businesses in the State; and

WHEREAS, under Article IV, Section 3 – Issues of Social Concern in the A.S.I. Code of Procedure the Board of Directors is empowered to pass a position statement, encourage grass roots efforts, the distribution of press releases, the passage of resolutions, and all other appropriate action; let it be

RESOLVED, that A.S.I. shall make efforts to educate students, CSU campus administrators, faculty and staff on the positive impact of Proposition 24; and let it also be

RESOLVED, that copies of this Resolution be distributed widely, including, but not limited to CSULA President James M. Rosser, CSU Chancellor Charles B. Reed; the CSU Board of Trustees, the California State Student Association, and the University Times.