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**Articles:**

**A “Hot” Incentive Companies May Be Missing**

For many people, a large industrial boiler burning natural gas to produce steam for use in a manufacturing process is not the image that comes to mind when considering green energy technologies – utilization of these systems, however, is an important component of domestic alternative energy policy. This edition of “Credits & Incentives Talk with Deloitte,” a monthly column by Kevin Potter of Deloitte Tax LLP featured in the *Journal of Multistate Taxation and Incentives* (a Thomson Reuters publication), discusses how combined heat and power (CHP) systems, as with other environmentally friendly sources of energy such as solar panels, wind turbines, or fuel cells, can be eligible for significant federal, state, and local incentives.

**URL:** <http://www2.deloitte.com/us/en/pages/tax/articles/a-hot-incentive-companies-may-be-missing.html?id=us:2em:3na:stm:awa:tax:092316>

## Income/Franchise:

### California: New Law Revises Corporate and Partnership Tax Return Due Dates

A.B. 1775, signed by gov. 9/14/16. Applicable for taxable years beginning on and after January 1, 2016, new law generally revises the due date for filing California corporate income tax returns or returns for limited liability companies (LLCs) classified as corporations from *March 15 to April 15* for calendar year filers, and from the 15th day of the *third* month to the 15th day of the *fourth* month following the close of the fiscal year for fiscal year filers. However, note that the current filing deadline for "S" corporations remains the same, consistent with federal law. The new law additionally advances the deadline for partnerships, or LLCs filing as partnerships, up from the 15th day of the *fourth* month following the close of the taxable year to the 15th day of the *third* month following the close of the taxable year. The new law also provides that the filing deadline for LLCs treated as disregarded entities is generally the same as the deadline of its owner (e.g., single member).

URL: [http://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill\\_id=201520160AB1775](http://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=201520160AB1775)

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## Income/Franchise:

### California: FTB Files Final Amended Rule on Sales Factor "Market-Based" Sourcing of Non-TPP Sales

Amended *tit. 18 Cal. Code Regs. (CCR) Section 25136-2*, Cal. FTB (eff. 1/1/17). The California Franchise Tax Board (FTB) recently filed with the California Secretary of State its finalized amendments for revising California's regulation reflecting market-based rules for sourcing sales other than sales of tangible personal property as applicable to most taxpayers filing a combined report in taxable years beginning on or after January 1, 2013. The amendments provide a general definition of "marketable securities," a specific definition of "marketable securities" for registered broker-dealer type taxpayers, and accompanying sourcing rules for assigning sales of marketable securities to California. The finalized language also includes assignment rules for interest, dividends, and goodwill. Generally, the amendments to this regulation apply to taxable years beginning on or after January 1, 2015.

URL: [https://www.ftb.ca.gov/law/regs/25136-2/Final\\_Text.pdf](https://www.ftb.ca.gov/law/regs/25136-2/Final_Text.pdf)

Note that these finalized amendments do not include two examples discussed earlier during the rulemaking process that had addressed how to assign sales from asset management services provided by a taxpayer not subject to CCR Section 25137-14 (*i.e.*, taxpayers not providing services to regulated investment companies) "due to concerns raised by some members of the public" [see previously issued Multistate Tax Alert that discusses this earlier deletion during the administrative rulemaking process].

URL: <http://www2.deloitte.com/us/en/pages/tax/articles/multistate-tax-alert-asset-management-examples-deleted-from-proposed-amendments-to-california-market-sourcing-regulation.html?id=us:2em:3na:stm:awa:tax:092316>

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## Multistate Tax Alerts

What's new in the States? Our Multistate Tax Alerts highlight selected state tax developments relevant to taxpayers, tax professionals, and other interested persons. Read our more recent alerts below or visit the [archive](#) for ones you may have missed.

*No new alerts were issued this period. Be sure to refer to the archives to ensure that you are up to date on the most recent releases.*

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