

July 5, 2013  
Initiative 13-0005 (Amdt. #1NS)

The Attorney General of California has prepared the following title and summary of the chief purpose and points of the proposed measure:

**REPEALS STATE TAX BENEFITS GRANTED BUSINESSES OPERATING IN**

**ECONOMICALLY DISTRESSED AREAS. INITIATIVE STATUTE.** Eliminates the additional state income tax deductions and credits that may be taken by businesses operating within economically distressed areas designated as enterprise zones under California law.

Summary of estimate by Legislative Analyst and Director of Finance of fiscal impact on state and local government: **Increased state revenues of around \$1 billion per year upon full**

**implementation. Potential net increases or decreases in revenues of certain local governments depending on how the elimination of enterprise zones affects future decisions of businesses about where to locate, expand, or hire workers. (13-0005.)**