

## LEGISLATION & PUBLIC INFORMATION UNIT

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April 27, 2018

Honorable Lorena Gonzalez Fletcher Chair, Appropriations Committee California State Assembly Capitol Building, Room 2114 Sacramento, CA 95814

RE: AB 2039 (FONG) as amended March 21, 2018 - SUPPORT

Dear Assembly Member Gonzalez Fletcher:

Disability Rights California (DRC), a non-profit advocacy organization that advances and protects the rights of Californians with disabilities, **supports AB 2039.** This bill is currently pending in the Assembly Appropriations Committee.

California recently adopted the Stephen Beck, Jr., Achieving a Better Life Experience Act of 2014, which allows certain individuals with disabilities to accumulate savings without losing their eligibility for means tested SSI, Medicaid and other government benefit programs. The money in an ABLE account can be used to pay for a broad range of "qualified disability expenses" such as medical bills, assistive technology, housing modifications, education related expenses, etc.

AB 2039 further incentivizes saving in these accounts because it allows for a state tax deduction in computing adjusted gross income in an amount equal to the amount contributed by a taxpayer during the taxable year to a CalABLE account.

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This change in the law encourages program enrollment and promotes increased contribution levels of these funds, which then can be used by the beneficiary of the ABLE account for disability related needs.

For these reasons, DRC supports this bill. Please contact me if you have any questions about our position or if I can provide any further information.

Sincerely,

Evelyn Abouhassan

Evelyn M. Wonhavan

Senior Legislative Advocate

Disability Rights California

cc: Honorable Vince Fong, California State Assembly
Sara Baumann, Fellow, Office of Assembly Member Fong
Honorable Members, Assembly Appropriations Committee
Luke Reidenbach, Principal Consultant, Assembly Appropriations
Committee

Sue Highland, Committee Secretary, Assembly Revenue and Taxation Committee

Julia King, Consultant, Assembly Republican Caucus Committee