

AMENDED IN SENATE JUNE 17, 2015

AMENDED IN ASSEMBLY APRIL 6, 2015

CALIFORNIA LEGISLATURE—2015–16 REGULAR SESSION

ASSEMBLY BILL

No. 464

Introduced by Assembly Members Mullin and Gordon
(Coauthors: Assembly Members Frazier and McCarty)
(Coauthors: Senators Allen and Hill)

February 23, 2015

An act to amend Section 7251.1 ~~of~~ *of*, and to add Section 7251.5 to, the Revenue and Taxation Code, relating to taxation.

LEGISLATIVE COUNSEL'S DIGEST

AB 464, as amended, Mullin. Transactions and use taxes: maximum combined rate.

Existing law authorizes cities and counties, and, if specifically authorized, other local governmental entities, subject to certain limitations and approval requirements, to levy a transactions and use tax for general purposes, in accordance with the procedures and requirements set forth in the Transactions and Use Tax Law, including a requirement that the combined rate of all taxes imposed in accordance with that law in the county not exceed 2%.

This bill would increase that maximum combined rate to 3%.

Vote: majority. Appropriation: no. Fiscal committee: no.
State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 7251.1 of the Revenue and Taxation
2 Code is amended to read:

3 7251.1. (a) The combined rate of all taxes imposed in
4 accordance with this part in any county shall not exceed~~3~~ 2
5 percent. A tax shall not be considered to be in accordance with
6 this part if, upon its adoption, the combined rate in the county will
7 exceed~~3~~ 2 percent.

8 (b) *This section applies only to taxes and rates authorized to*
9 *be imposed in accordance with this part in any county before*
10 *January 1, 2016. On and after January 1, 2016, the combined rate*
11 *in the county shall not exceed the combined rate established in*
12 *Section 7251.5.*

13 SEC. 2. Section 7251.5 is added to the Revenue and Taxation
14 Code, to read:

15 7251.5. *On and after January 1, 2016, the combined rate of*
16 *all taxes imposed in accordance with this part in any county shall*
17 *not exceed 3 percent. A tax shall not be considered to be in*
18 *accordance with this part if, upon its adoption, the combined rate*
19 *in the county will exceed 3 percent.*

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