

Assembly Bill No. 464

Passed the Assembly July 16, 2015

Chief Clerk of the Assembly

Passed the Senate July 13, 2015

Secretary of the Senate

This bill was received by the Governor this _____ day
of _____, 2015, at _____ o'clock ____M.

Private Secretary of the Governor

CHAPTER _____

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

LEGISLATIVE COUNSEL'S DIGEST

AB 464, 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%.

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

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

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

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

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

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

Approved _____, 2015

Governor