

City and County Use Tax Changes

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New Information

Effective July 1, 2019, vehicle transfer application fees with applicable sales/use tax rates will **increase** for the following special districts. The **new** total sales/use tax rate includes state, county, and city (special districts) rates:

<i>City</i>	<i>County</i>	<i>County Code (CC)</i>	<i>Affected Zip Codes*</i>	<i>Current Sales/Use Tax Rate (%)</i>	<i>New Total Sales/Use Tax Rate (%)</i>
Glendora	Los Angeles	19	91740 and 91741	9.50	10.25

* Certain zip codes may represent areas that have different tax rates based on city and county boundaries. To identify a specific tax rate, visit the California Department of Tax and Fee Administration (CDTFA) website at cdtfa.ca.gov, look under *Current Tax Rates*, and click *Find a Sales and Use Tax Rate by Address*.

Effective July 1, 2019, vehicle transfer application fees with applicable sales/use tax rates will **increase** for the following county:

<i>County</i>	<i>CC</i>	<i>Affected Zip Codes</i>	<i>Current Sales/Use Tax Rate (%)</i>	<i>New Total Sales/Use Tax Rate (%)</i>
San Mateo	41	Countywide	8.75	9.25

Existing use tax rates in the following cities will be replaced with new use tax rates, effective July 1, 2019:

<i>City</i>	<i>County</i>	<i>CC</i>	<i>Current Rate (%)</i>	<i>Existing Rate to Sunset (%)</i>	<i>Replaced with Rate (%)</i>	<i>New Use Tax Rate (%)</i>
King City	Monterey	27	8.75	.50	1.00	9.25
Marina	Monterey	27	8.25	1.00	1.50	8.75

Application Affected Dates

The sales/use tax rate changes will apply to:

- Original applications with a “fee due date” or “date of first operation” of July 1, 2019, or later.
- Transfer applications with a purchase date of July 1, 2019, or later. Process registration application as normal; programming will generate the correct use tax rate.

Procedures

Process registration applications as normal; programming will generate the correct use tax and county fees. For complete state, county, and city sales/use tax rate information, visit the CDTFA website at cdtfa.ca.gov, look under *Current Tax Rates*, and click *Tax Rates by County and City*.

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Background

Registered voters approved or extended measures to charge sales/use tax rates for certain jurisdictions beginning July 1, 2019. The sales and use tax rate varies throughout the state of California. The sales/use tax rate is higher than the current state rate of 7.25 percent in areas where there are voter-approved special district (county, city, or both) taxes. The state, county, and/or city taxes are combined to determine the total sales/use tax rate due.

Under an Interagency Agreement Contract, the Department of Motor Vehicles (DMV) acts as an agent for CDTFA to collect sales or use tax when a vehicle or undocumented vessel is sold or transferred from someone other than a licensed California dealer, manufacturer, or dismantler, unless the transaction is specifically exempted from payment of the sales or use tax. DMV assesses tax due based on the state, county, city and zip code of the registered owner's residence.

References

California Vehicle Code §§4000, 9250.7, 9250.19, and 9840

California Revenue and Taxation Code §§6067, 6366, 6366.1, 7251, and 7285.9

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Distribution

Notification that this memo is available online at dmv.ca.gov under Publications was made via California DMV's Automated Email Alert System in July 2019.

Contact

Call the DMV Customer Communications Section at (916) 657-6560 for further clarification of this memo.