Issue Date: September 19, 2018

New Information

Effective October 1, 2018, vehicle transfer application fees with applicable sales/use tax rates will increase for the following cities and counties. The new total sales/use tax rates include state, county, and city (special district) rates:

<table>
<thead>
<tr>
<th>City</th>
<th>County</th>
<th>City Code</th>
<th>Affected Zip Codes</th>
<th>Current Sales/Use Tax Rate (%)</th>
<th>New Total Sales/Use Tax Rate (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Chula Vista</td>
<td>San Diego</td>
<td>37</td>
<td>91902, 91910–11, 91913–15</td>
<td>8.25</td>
<td>8.75</td>
</tr>
<tr>
<td>Corte Madera</td>
<td>Marin</td>
<td>21</td>
<td>94925 and 94976</td>
<td>8.25</td>
<td>9.00</td>
</tr>
<tr>
<td>Grass Valley</td>
<td>Nevada</td>
<td>29</td>
<td>95945 and 95949</td>
<td>7.50</td>
<td>8.50</td>
</tr>
<tr>
<td>Huntington Park</td>
<td>Los Angeles</td>
<td>19</td>
<td>90001, 90058, and 90255</td>
<td>9.50</td>
<td>10.25</td>
</tr>
<tr>
<td>Kingsburg</td>
<td>Fresno</td>
<td>10</td>
<td>93631</td>
<td>7.975</td>
<td>8.975</td>
</tr>
<tr>
<td>Santa Cruz</td>
<td>Santa Cruz</td>
<td>44</td>
<td>95060, 95062, and 95064–65</td>
<td>9.00</td>
<td>9.25</td>
</tr>
</tbody>
</table>

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

Application Affected Dates

The new city or county sales/use tax rate will apply to:
- Original applications with a “fee due date” or “date of first operation” of October 1, 2018, or later.
- Transfer applications with a purchase date of October 1, 2018, or later.

Other Sales/Use Tax Rates

Only the cities listed in the previous tables have tax rate changes on October 1, 2018. All other existing state, county, and city sales/use tax will continue at their current 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 [www.cdtfa.ca.gov](http://www.cdtfa.ca.gov), look under Current Tax Rates, and click Tax Rates by County and City.
Background
Registered voters approved or extended measures to charge sales/use tax rates for certain jurisdictions beginning October 1, 2018. 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.

Distribution
Notification that this memo is available online at www.dmv.ca.gov under Publications was made via California DMV’s Automated Email Alert System in September 2018.

References
California Vehicle Code §§4000, 9250.7, 9250.19, and 9840
California Revenue and Taxation Code §§6067, 6366, 6366.1, 7251, and 7285.9