

AMENDED IN SENATE APRIL 17, 2002

SENATE BILL

No. 1889

Introduced by Senator Johannessen

February 22, 2002

An act to add Chapter 2.90 (commencing with Section 7286.47) to Part 1.7 of Division 2 of the Revenue and Taxation Code, relating to taxation.

LEGISLATIVE COUNSEL'S DIGEST

SB 1889, as amended, Johannessen. Transactions and use tax: Redding.

Existing law authorizes various local governmental entities, in accordance with certain limitations and approval requirements, to levy transactions and use taxes in accordance with the procedures and requirements set forth in the Transactions and Use Tax Law.

This bill would additionally authorize the City of Redding, subject to the approval of ~~2/3~~ ^{2/3} a majority of the voters voting on the issue at an election, to levy a transactions and use tax pursuant to the Transactions and Use Tax Law at ~~an unspecified rate, a rate of 0.125% to 0.5%~~ for ~~general governmental purposes of funding various city projects, including renovations to the library, plunge, and theater, and construction of a sports complex.~~

This bill would make legislative findings and declarations as to the necessity of a special statute.

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. Chapter 2.90 (commencing with Section
2 7286.47) is added to Part 1.7 of Division 2 of the Revenue and
3 Taxation Code, to read:

4

5 CHAPTER 2.90. REDDING TRANSACTIONS AND USE TAX

6

7 7286.47. (a) Subject to subdivision (b), the City of Redding
8 may levy a transactions and use tax at a rate of ~~— 0.125 percent~~
9 *to 0.5 percent*, if an ordinance or resolution proposing that tax is
10 approved by a ~~majority~~ *two-thirds* vote of all the members of the
11 city council and the tax is approved by a ~~two-thirds majority~~ vote
12 of the qualified voters of the city voting in an election on the issue.

13 (b) (1) Any transactions and use tax levied under this section
14 shall be levied pursuant to the Transactions and Use Tax Law (Part
15 1.6 (commencing with Section 7251)).

16 (2) The net revenues derived from a tax levied under this
17 section shall be expended for ~~various city projects, including~~
18 ~~renovations to the library, plunge, and theater, and construction of~~
19 ~~a sports complex.~~ *general governmental purposes.*

20 SEC. 2. The Legislature finds and declares that a special law
21 is necessary and that a general law cannot be made applicable
22 within the meaning of Section 16 of Article IV of the California
23 Constitution because of the uniquely ~~severe fiscal difficulties~~
24 *difficult fiscal pressures* being experienced by the City of Redding
25 in providing ~~adequate cultural and recreational facilities to its~~
26 ~~residents.~~ *essential services and funding for city programs and*
27 *operations.*

O

