

## Sales/Use/Indirect:

### California: Emergency Rule Addresses New Requirements for Localities to Disclose Information on Sales Tax Sharing Agreements Made with Retailers

*Emergency Regulation 1808, Tax Revenue Sharing Agreement Reporting and Publication*, Cal. Dept. of Tax & Fee Admin. (3/5/25). The California Department of Tax and Fee Administration (CDTFA) adopted an emergency regulation addressing the new local tax revenue sharing agreement reporting and publication requirements under legislation enacted in 2024 [see A.B. 2854 (2024), signed by gov. 9/28/24, and *State Tax Matters*, Issue 2024-40, for more details on this 2024 legislation] that requires California cities and counties to annually provide specified information to the CDTFA relating to certain sales and use tax rebate agreements made with retailers, or else face possible penalties. A recently released CDTFA notice [see “Special Notice L-970: New Reporting and Publication Requirements for Local Agencies Regarding Tax Revenue Sharing Agreements”] addresses the same. Please contact us with any questions.

URL: <https://www.cdtfa.ca.gov/taxes-and-fees/Reg1808-Emergency.htm>

URL: [https://leginfo.legislature.ca.gov/faces/billTextClient.xhtml?bill\\_id=202320240AB2854](https://leginfo.legislature.ca.gov/faces/billTextClient.xhtml?bill_id=202320240AB2854)

URL: [https://dhub.deloitte.com/Newsletters/Tax/2024/STM/241004\\_7.html](https://dhub.deloitte.com/Newsletters/Tax/2024/STM/241004_7.html)

URL: <https://www.cdtfa.ca.gov/formspubs/L970.pdf>

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