



MICHAEL N. FEUER
CITY ATTORNEY

REPORT NO. R 18 - 0 3 6 3

NOV 29 2018

REPORT RE:

**DRAFT ORDINANCE AMENDING SECTION 21.171 OF THE LOS ANGELES
MUNICIPAL CODE TO DELETE THE SUNSET PROVISION**

The Honorable City Council
of the City of Los Angeles
Room 395, City Hall
200 North Spring Street
Los Angeles, California 90012

Council File No. 12-0711-S1

Honorable Members:

Pursuant to your request, this Office has prepared and now transmits for your consideration the enclosed draft ordinance approved as to form and legality. As directed by Council action on October 31, 2018, the draft ordinance removes Subsection (c) from Los Angeles Municipal Code Section 21.171. Section 21.171 exempts from the City's gross receipts tax those revenues from the sale or lease of new vehicles. Subsection (c) provided that this exemption would "sunset" with the 2020 tax year. This draft ordinance would remove the sunset and the exemption will continue unless and until further legislative action is taken.

Council Rule 38 Referral

A copy of the draft ordinance was sent, pursuant to Council Rule 38, to the Office of Finance, and its comments have been incorporated

If you have any questions regarding this matter, please contact Deputy City Attorney Daniel M. Whitley at (213) 978-7786. He or another member of this Office will be present when you consider this matter to answer questions you may have.

Sincerely,

MICHAEL N. FEUER, City Attorney

By 

DAVID MICHAELSON
Chief Assistant City Attorney

DM:DMW:cm
Transmittal