

Text of Proposed Changes to

Title 18. Public Revenues

Regulation 1584. Membership Fees.

(a) . . . (unchanged).

(b) Nominal Amount.

(1) For purposes of this regulation, beginning January 1, ~~2026~~~~2021~~, the term "nominal amount" means an amount totaling ~~\$8570~~ or less per year subject to increase as provided in subdivision (b)(2). For periods from January 1, 2021, through December 31, 2025, the term "nominal amount" for purposes of this regulation means an amount totaling \$70 or less per year. For periods from January 1, 2016, through December 31, 2020, the term "nominal amount" for purposes of this regulation means an amount totaling \$60 or less per year. For periods from January 1, 2011, through December 31, 2015, the term "nominal amount" for purposes of this regulation means an amount totaling \$55 or less per year. For periods from January 1, 2006, through December 31, 2010, the term "nominal amount" for purposes of this regulation means an amount totaling \$50 or less per year. For periods from January 1, 2001, through December 31, 2005, the term "nominal amount" for purposes of this regulation means an amount totaling \$45 or less per year. For periods prior to January 1, 2001, the term "nominal amount" for purposes of this regulation meant an amount totaling \$40 or less per year. Amounts received for memberships which are in conjunction with a basic membership (add-ons) are not considered a part of the basic membership fee in determining the nominal amount of the basic membership. Additional cards issued under the same membership number are sales of separate memberships.

(2) During September in the year 2000, and every five years thereafter, the threshold for the nominal amount will be adjusted effective the following January 1, rounded to the nearest \$5, to reflect changes in the California Consumer Price Index (CCPI) whenever that change is more than 5 percent higher than any previous adjustment. For purposes of computing the CCPI increase, the June 30 CCPI index of the computation year will be compared with the June 30 CCPI index of the computation year which resulted in an adjusted nominal amount. For example, for the January 1, ~~2031~~~~2026~~, adjustment computation, the CCPI index on June 30, ~~2030~~~~2025~~, will be compared with the CCPI index on June 30, ~~2025~~~~2020~~. If no adjustment is made at that time, the next comparison will be of the CCPI index on June 30, ~~2035~~~~2030~~, with the CCPI index on June 30, ~~2025~~~~2020~~.

Note: Authority cited: Sections 15570.22 and 15570.24, Government Code; Section 7051, Revenue and Taxation Code. Reference: Sections 6011.1, 6012, and 6012.1, Revenue and Taxation Code.