

**New Guidelines for Allocating 1% Local Use Tax  
Due on Leases of Motor Vehicles  
(Effective January 1, 1996)**

<b>Type of Lessor</b>	<b>Leases Greater Than 4 Months</b>	<b>Leases for 4 Months or Less</b>
	<b>Allocate 1% Local Tax To:</b>	
<b>California new motor vehicle dealer-lessor:</b> All motor vehicle leases, including pickup trucks*	Dealer/lessor's sales/business location	Dealer/lessor's sales/business location
<b>California lessor:</b> Motor vehicle purchased from California dealer, including pickup trucks*	California dealer's sales/business location (Schedule F)	Lessor's business/sales location
<b>California lessor:</b> Motor vehicle <i>not</i> purchased from California dealer	Lessee's place of residence/registration (Schedule B)	Lessor's business/sales location
Pickup trucks* <i>not</i> purchased from California dealer	Lessor's business/sales location	Lessor's business/sales location
<b>Out-of-state lessor:</b> Motor vehicle purchased from California dealer, including pickup trucks*	California dealer's sales/business location (Schedule F)	Lessee's place of residence/registration (Schedule B)
<b>Out-of-state lessor:</b> Motor vehicle not purchased from California dealer, including pickup trucks*	Lessee's place of residence/registration (Schedule B)	Lessee's place of residence/registration (Schedule B)

\* Pickup trucks rated under one-ton capacity.