



7% STATE TAX WITHHOLDING

Effective January 1, 2010, in accordance with the California Franchise Tax Board, [Publication 1017](#) and Revenue and California Taxation Code Section 18662, the Los Angeles Unified School District is required to withhold 7% on all payments made to non-California resident service providers for professional services, rents, leases, or royalties paid. Any funds withheld shall be remitted to the California Franchise Tax Board on a quarterly basis.

Some vendors may be exempt from this requirement by completing a [Withholding Exemption Certificate \(California Form 590\)](#) certifying their exemption status and submitting the California Form 590 to the Accounts Payable Branch via [regular mail, e-mail, or fax](#). The California Franchise Tax Board may also authorize a waiver of or reduced withholding. For additional information on tax withholding requirements or to request for a waiver of or reduced withholding, you may visit the California Franchise Tax Board at www.ftb.ca.gov.

If you have any other questions, please contact one of our customer service representatives at (213) 241-4800.