

Prop 39- NO! Talking Points

- Prop 39 requires multistate businesses to calculate their California income tax liability based on the percentage of their sales in California. It repeals existing law giving multistate businesses an option to choose a tax liability formula that provides favorable tax treatment for businesses with property and payroll outside California. This would send profitable businesses out of California in droves. Businesses that provide jobs for most middle class Californians would have no incentives to do business here and would leave.
- It would then dedicate \$550 million annually for five years from anticipated increase in revenue for the purpose of funding projects that create energy efficiency and clean energy jobs in California.
- What proponents don't realize that if Prop 39 passes, there won't be any significant revenue to provide for their new clean, green jobs. Because businesses just won't do business in California.