FILE NO. 110189

RESOLUTION NO.

99- II

[Urging the California State Legislature and the Governor to Enact SB 223]

Resolution urging the California State Legislature and the Governor to enact SB 223 to allow the Board of Supervisors of any county to ask voters to consider restoring its vehicle license fee to the 1948-1998 level, giving voters the opportunity to preserve local services, public transportation, and critical programs.

WHEREAS, The City and County of San Francisco is facing a projected budget deficit of \$380 million for the 2012 fiscal year; and,

WHEREAS, The budget deficit will require difficult decisions about whether and how to preserve important local services and programs, such as funding for transportation, fire and police protection, public health, and children, youth and families; and,

WHEREAS, The City and County of San Francisco agrees with Governor Jerry Brown that California voters should have a say in the state's fiscal future; and,

WHEREAS, San Francisco voters deserve to have the opportunity to make important decisions about how to address our local budget deficit, but state law currently limits voters' ability to determine the level at which vehicle license fees are set; and,

WHEREAS, From 1948 to 1998, the vehicle license fee on vehicles registered in San Francisco was set at two percent of a vehicle's market value, but under Governor Schwarzenegger, that fee was reduced to 1.15 percent and is set to decrease further to .65 percent later this year; and,

WHEREAS, This decrease in vehicle license fees has resulted in a \$6 billion reduction in funding for critical local government programs and services each year; and,

Supervisor Chiu, Wiener, Avalos, Elsbernd, Mirkarimi, Campos BOARD OF SUPERVISORS WHEREAS, Counties should have the ability to decide for themselves whether to use vehicle license fees as a part of a comprehensive solution to the current local government budget crises; and,

WHEREAS, State Senator Mark Leno (D-San Francisco) has introduced legislation in the California State Senate that would give counties the option to add a Voter Approved Local Assessment (VALA) to the vehicle license fee should the Board of Supervisors approve it with a two-thirds vote and the voters approve it with a majority vote; and,

WHEREAS, SB 223 would cap the total cost of any county's vehicle license fee at two percent of the market value of the vehicle, which is the same rate that the State of California established for nearly fifty years; and,

WHEREAS, If San Francisco chooses to use this VALA option at a rate of .85 percent, for example, it is estimated that approximately \$44 million could be generated above what San Francisco currently receives, making a significant contribution toward closing the budget deficit and protecting vital services; and,

WHEREAS, SB 223 is supported by the San Francisco Chamber of Commerce and many labor and community organizations, which recognize that the budget deficit cannot be closed entirely through cuts to local programs and services; now, therefore, be it

RESOLVED, That the City and County of San Francisco urges the California State Legislature to and the Governor to enact SB 223, which would empower San Francisco voters to make important decisions about how to address the City's budget deficit; and be it

FURTHER RESOLVED, That the Board of Supervisors directs the Clerk of the Board to send a copy of this resolution to Governor Jerry Brown, Lieutenant Governor Gavin Newsom, Speaker of the California State Assembly John A. Pérez, Democratic Caucus Chair Jerry Hill, Assembly Member Gil Cedillo, Minority Floor Leader Martin Garrick, and the San Francisco state legislative delegation.

Supervisor Chiu, Wiener, Avalos, Elsbernd, Mirkarimi **BOARD OF SUPERVISORS**



City and County of San Francisco Tails

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

Resolution

File Number: 110189

Date Passed: March 01, 2011

Resolution urging the California State Legislature and the Governor to enact SB 223 to allow the Board of Supervisors of any county to ask voters to consider restoring its vehicle license fee to the 1948-1998 level, giving voters the opportunity to preserve local services, public transportation, and critical programs.

March 01, 2011 Board of Supervisors - ADOPTED

Ayes: 11 - Avalos, Campos, Chiu, Chu, Cohen, Elsbernd, Farrell, Kim, Mar, Mirkarimi and Wiener

File No. 110189

I hereby certify that the foregoing Resolution was ADOPTED on 3/1/2011 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo Clerk of the Board

Mayor Edwin/Le

Date Approved