Ordinance amending the San Francisco Environment Code by adding Section 2109 to suspend the Yellow Pages Distribution Pilot Program.

NOTE: Additions are single-underscore italics Times New Roman; deletions are strike-through italics Times New Roman. Board amendment additions are double-underlined; Board amendment deletions are strikethrough normal.

Be it ordained by the People of the City and County of San Francisco:

Section 1. Background

(a) On May 17, 2011, the Board of Supervisors passed Ordinance 78-11, which created the Yellow Pages Distribution Pilot Program ("Pilot Program"), regulating the distribution of Commercial Phone Directories for a three-year period beginning May 1, 2012. At the time the legislation was passed, only one federal court decision had addressed whether Commercial Phone Directories were commercial speech subject to lesser speech protections by the First Amendment of the United States Constitution or whether they were speech entitled to full First Amendment protection. That decision determined that Commercial Phone Directories were commercial speech. See Dex Media West, Inc. v. City of Seattle, No. C10-1857, 2011 WL 1869330 (W.D. Wash. May 16, 2011.)

(b) According to Ordinance 78-11, codified at Environment Code Sections 2101 to 2108, the Pilot Program was to take effect on May 1, 2012. On February 9, 2012, a three-judge panel of the United States Court of Appeals for the Ninth Circuit heard argument in Dex Media West, Inc. v. City of Seattle (Nos. 11-35399 & 11-35787) and cast doubt upon whether Commercial Phone Directories are commercial speech. To allow the Ninth Circuit to render
its determination, the Department of the Environment has suspended implementation or enforcement of the Pilot Program until May 1, 2013.

(c) On October 15, 2012, the Ninth Circuit, in a ruling issued by the three-judge panel, decided that Commercial Phone Directories are not commercial speech but are instead subject to full First Amendment protection. *Dex Media West, Inc. v. City of Seattle*, 2012 WL 4857200, -- F.3d -- (9th Cir. Oct. 15, 2012). The Board of Supervisors has determined in light of this ruling to suspend the Pilot Program as specified below.

(d) Ordinance 78-11 stated that its provisions would be codified at Environment Code Chapter 20, Sections 20.1 through 20.8. Because Chapter 20 of the Environment Code already existed at the time Ordinance 78-11 was enacted, the Pilot Program has been codified as Chapter 21 of the Environment Code, Sections 2101 through 2108. To avoid confusion, this suspension ordinance refers to the Pilot Program as Chapter 21, Sections 2101 through 2108.

Section 2. The San Francisco Environment Code is hereby amended by adding Section 2109, to read as follows:

**SEC. 2109. SUSPENSION OF YELLOW PAGES DISTRIBUTION PILOT PROGRAM.**

(a) Chapter 21 of the San Francisco Environment Code, Sections 2101 through 2108, is suspended. During the period of suspension, Chapter 21 shall have no force or effect and shall not be enforced.

(b) In the event that, upon further proceedings in *Dex Media West, Inc. v. City of Seattle*, the United States Court of Appeals for the Ninth Circuit or the Supreme Court of the United States finally holds that the City of Seattle’s restrictions on the distribution of Commercial Phone Directories are consistent with the First Amendment to the United States Constitution, then the suspension of Chapter 21 shall be lifted one year from the date the mandate issues in that case.
(c) In the event that the suspension of Chapter 21 is lifted as described in the foregoing subsection (b), then Chapter 21 shall be in force and effect for three years following the date the suspension is lifted, notwithstanding any conflicting sunset date set forth in Section 2108.

Section 3. Effective Date. This ordinance shall become effective 30 days from the date of passage. The Board of Supervisors acknowledges that before this ordinance becomes effective the Department of the Environment will continue its suspension of implementation and enforcement of Chapter 21.

APPROVED AS TO FORM:
DENNIS J. HERRERA, City Attorney

By: CHRISTINE VAN AKEN
Deputy City Attorney
Ordinance amending the San Francisco Environment Code by adding Section 2109 to suspend the Yellow Pages Distribution Pilot Program.

November 19, 2012 Land Use and Economic Development Committee - RECOMMENDED AS COMMITTEE REPORT

November 20, 2012 Board of Supervisors - PASSED, ON FIRST READING
Ayes: 10 - Avalos, Campos, Chiu, Chu, Cohen, Elsbernd, Farrell, Kim, Mar and Wiener
Absent: 1 - Olague

December 04, 2012 Board of Supervisors - FINALLY PASSED
Ayes: 10 - Avalos, Campos, Chiu, Chu, Cohen, Elsbernd, Farrell, Mar, O vague and Wiener
Absent: 1 - Kim

I hereby certify that the foregoing Ordinance was FINALLY PASSED on 12/4/2012 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo
Clerk of the Board

Mayor
Date Approved