FILE NO. 020164

RESOLUTION NO. 98-02

[Supporting AB 1753 (Migden): Vehicle License Fee.]

Resolution Supporting AB 1753 (Migden), Which Would Restore the State Vehicle License Fee.

WHEREAS, the State Controller estimates that the state budget may face a shortfall of more than \$12 Billion; and

WHEREAS, the only fair and equitable manner in which to deal with such a large budget shortfall is to increase revenue in a way that will have a progressive impact on income levels of state residents; and

WHEREAS, restoration of the Vehicle License Fee would result in the addition of approximately \$4 Billion to state revenues to fund needed programs and services; and

WHEREAS, VLF revenues are distributed to local cities and counties and are a significant source of state funds sent to localities; and

WHEREAS, Local budget shortfalls in San Francisco are currently estimated to reach over \$100 Million even without reductions in state revenue transfers; and

WHEREAS, the California legislature implemented a rebate of a portion of the VLF beginning in 1999, subsequently increasing the portion of rebate of the VLF up to 65%, during a period of extraordinary budget surpluses; and

WHEREAS, state surpluses have subsequently disappeared, to be replaced by significant and troubling deficits, yet the boom time rebate of the VLF remains in place, and

WHEREAS, the VLF is progressive in its impact on residents of the state, as it is a applied as a percentage of the value of an automobile, and therefore tends to impact those with luxury cars more than those with economy models, and

	amount are also likely to be eligible for a deduction on their federal income tax return, and
a design of the second s	WHEREAS, Assemblywoman Migden has wisely and prudently introduced this
	measure to restore collection of the full VLF in recognition that the boom times are over and in
	recognition of the states dire need for additional revenues, be it therefore
No. of Concession, Name of Con Name of Concession, Name of Concess	RESOLVED, That the Board of Supervisors urges our representatives in the state
NAME AND ADDRESS OF TAXABLE PARTY.	Senate and Assembly to support Assemblywoman Migden's AB1753; and, be it
	FURTHER RESOLVED, That the City's lobbyist in Sacramento is directed to make
	passage of this bill a priority for the City.
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WHEREAS, the VLF is deductible on federal income taxes and those paying the most

Supervisor Jake McGoldrick BOARD OF SUPERVISORS



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## Resolution

**Date Passed:** 

File Number: 020164

Resolution supporting AB 1753 (Migden), which would restore the State Vehicle License Fee.

February 4, 2002 Board of Supervisors — CONTINUED Ayes: 11 - Ammiano, Daly, Gonzalez, Hall, Leno, Maxwell, McGoldrick, Newsom, Peskin, Sandoval, Yee

February 11, 2002 Board of Supervisors — ADOPTED Ayes: 10 - Ammiano, Daly, Gonzalez, Leno, Maxwell, McGoldrick, Newsom, Peskin, Sandoval, Yee Noes: 1 - Hall File No. 020164

I hereby certify that the foregoing Resolution was ADOPTED on February 11, 2002 by the Board of Supervisors of the City and County of San Francisco.

Gloria L. Young Clerk of the Board

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Mayor Willie L. Brown Jr.

FEB 2 2 2002

**Date Approved**