

Tri-Valley Cities

DANVILLE • DUBLIN • LIVERMORE • PLEASANTON • SAN RAMON

September 15, 2021

The Honorable Gavin Newsom
Governor of California
State Capitol Building
Sacramento, CA 95814

**Re: Senate Bill 792 (Glazer) Sales and use tax: returns: online transactions: local jurisdiction schedule
Signature Request from the Tri-Valley Cities**

Dear Governor Newsom,

On behalf of the Tri-Valley Cities Coalition, which includes the Cities of Dublin, Livermore, Pleasanton, San Ramon, and the Town of Danville, we write in strong support of Senate Bill 792 (Glazer). We respectfully urge you to sign this bill when brought to your desk for consideration.

This measure would require any "qualified retailer" to include with each tax return filed pursuant to Revenue and Taxation Code Section 6452 a schedule, in a form prescribed by the California Department of Tax and Fee Administration (CDTFA), that reports for each "local jurisdiction" the gross receipts from the "qualified sale" of tangible personal property (TPP) shipped or delivered to a purchaser in that jurisdiction.

As you know, our respective municipalities, along with many others, have succumbed to significant revenue losses over the course of the COVID-19 pandemic. Additionally, we have incurred new programmatic costs for services to our local communities in an effort to aid recovery from the pandemic. With revenue at new lows and costs at new heights, we are in desperate need of any mechanisms which can produce additional dollars for our local communities. Current tax law has created an environment that puts the power to allocate local sales tax into the hands of online retailers. These retailers can choose to allocate any and all sales tax revenues to a specific location within the state- be that a warehouse, distribution or sales center. While SB 792 does not change this, it will shine light on this major tax issue in California local finance including potentially identifying jurisdictional inequities in the distribution of sales tax revenues.



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Due to the reasons listed above, we respectfully urge you to Sign SB 792 (Glazer) and thank you for your consideration.

Sincerely,



Renee S. Morgan
Mayor of Danville



Melissa Hernandez
Mayor of Dublin



Bob Woerner
Mayor of Livermore



Karla Brown
Mayor of Pleasanton



Dave Hudson
Mayor of San Ramon

