

File No. 160647

Committee Item No. 12

Board Item No. _____

COMMITTEE/BOARD OF SUPERVISORS

AGENDA PACKET CONTENTS LIST

Committee: Budget and Finance

Date June 16, 2016

Board of Supervisors Meeting

Date _____

Cmte Board

- | | | |
|-------------------------------------|--------------------------|--|
| <input type="checkbox"/> | <input type="checkbox"/> | Motion |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | Resolution |
| <input type="checkbox"/> | <input type="checkbox"/> | Ordinance |
| <input type="checkbox"/> | <input type="checkbox"/> | Legislative Digest |
| <input type="checkbox"/> | <input type="checkbox"/> | Budget and Legislative Analyst Report |
| <input type="checkbox"/> | <input type="checkbox"/> | Youth Commission Report |
| <input type="checkbox"/> | <input type="checkbox"/> | Introduction Form |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | Department/Agency Cover Letter and/or Report |
| <input type="checkbox"/> | <input type="checkbox"/> | MOU |
| <input type="checkbox"/> | <input type="checkbox"/> | Grant Information Form |
| <input type="checkbox"/> | <input type="checkbox"/> | Grant Budget |
| <input type="checkbox"/> | <input type="checkbox"/> | Subcontract Budget |
| <input type="checkbox"/> | <input type="checkbox"/> | Contract/Agreement |
| <input type="checkbox"/> | <input type="checkbox"/> | Form 126 – Ethics Commission |
| <input type="checkbox"/> | <input type="checkbox"/> | Award Letter |
| <input type="checkbox"/> | <input type="checkbox"/> | Application |
| <input type="checkbox"/> | <input type="checkbox"/> | Public Correspondence |

OTHER (Use back side if additional space is needed)

<input type="checkbox"/>	<input type="checkbox"/>	_____
<input type="checkbox"/>	<input type="checkbox"/>	_____
<input type="checkbox"/>	<input type="checkbox"/>	_____
<input type="checkbox"/>	<input type="checkbox"/>	_____
<input type="checkbox"/>	<input type="checkbox"/>	_____
<input type="checkbox"/>	<input type="checkbox"/>	_____
<input type="checkbox"/>	<input type="checkbox"/>	_____
<input type="checkbox"/>	<input type="checkbox"/>	_____
<input type="checkbox"/>	<input type="checkbox"/>	_____
<input type="checkbox"/>	<input type="checkbox"/>	_____

Completed by: Victor Young Date June 10, 2016

Completed by: _____ Date _____

1 [Access Line Tax Adjustment - Consumer Price Index of 2016]

2
3 **Resolution concurring with the Controller's establishment of the Consumer Price Index**
4 **for 2016, and adjusting the Access Line Tax by the same rate.**
5

6 WHEREAS, The Electorate of the City and County of San Francisco passed
7 Proposition O in November 2008, establishing an Access Line Tax to be imposed upon every
8 person who subscribes to telephone communication services within the City and County of
9 San Francisco (Business and Tax Regulations Code Section 782); and

10 WHEREAS, Section 782 (b) states, in part, that the cap established by this subsection
11 shall be adjusted annually in accordance with the increase in the Consumer Price Index; All
12 Urban Consumers for the San Francisco/Oakland/San Jose Area for all items as reported by
13 the United States Bureau of Labor Statistics, or any successor to that index, as of December
14 31st of each year; and

15 WHEREAS, Section 782 also requires that this increase be approved, annually, by the
16 Board of Supervisors and the Mayor; and

17 WHEREAS, On December 31, 2015, the Consumer Price Index for All Urban
18 Consumers for the San Francisco/Oakland/San Jose Area for All Items as reported by the
19 United States Bureau of Labor Statistics was stated to be 3.18%; and

20 WHEREAS, The monthly rates are currently set at \$3.17 per Access Line, \$23.80 per
21 Trunk Line, and \$428.43 per High Capacity Line; and

22 WHEREAS, The new monthly rates will be \$3.27 per Access Line, \$24.56 per Trunk
23 Line, and \$442.04 per High Capacity Line; and
24
25

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

WHEREAS, The Controller's certification of the Consumer Price Index rate is on file with the Clerk of the Board of Supervisors in File No. 160647, which is hereby declared to be part of this resolution as if set forth fully herein; now, therefore, be it

RESOLVED, That the Board of Supervisors hereby approves the adjustment of the Access Line Tax by the 2016 Consumer Price Index.



MEMORANDUM

TO: Members, Board of Supervisors
Clerk of the Board

FROM: Ben Rosenfield [Signature]

DATE: May 16, 2016

SUBJECT: Notification of Access Line Tax Annual Rate Adjustment

In November 2008, San Francisco voters approved Proposition O to replace the Emergency Response Fee with the Access Line Tax. Prop O allows for annual inflationary adjustments to the per line tax rates, as codified in San Francisco Business and Tax Regulations Code Section 784:

The amount of the tax shall be \$2.82 per month per access line, \$21.16 per month per trunk line and \$380.84 per month per high capacity line. These amounts shall be adjusted annually in accordance with the increase in the Consumer Price Index: All Urban Consumers for the San Francisco/Oakland/San Jose Area for All Items as reported by the United States Bureau of Labor Statistics, or any successor to that index, as of December 31st of each year, beginning with December 31, 2009.

In January 2016, the Controller's Office calculated the inflationary increase on fees to be 3.18%. Source data are from the US Department of Labor Bureau of Labor Statistics website using the "Consumer Price Index (CPI) - All Urban Consumers for the San Francisco-Oakland-San Jose CA Area," using December factors from the end of the prior year. The difference between the inflation index for December 2014 (252.3) and December 2015 (260.3) is 8.0, or 3.18%.

When applied to current rates per line, the new rates are as follows:

Table with 4 columns: Line Type, Current Rate Per Line, Adjustment Factor, New Rate Per Line. Rows include Access line, Trunk line, and High capacity line.

Please contact me or Michelle Allersma, Director of the Controller's Office Budget and Analysis Division, at (415) 554-4792 if you have any questions regarding this information.

OFFICE OF THE MAYOR
SAN FRANCISCO



EDWIN M. LEE

TO: Angela Calvillo, Clerk of the Board of Supervisors
FROM: Mayor Edwin M. Lee *EW*
RE: Resolution Adjusting the Access Line Tax with the Consumer Price Index
of 2016
DATE: May 31, 2016

Attached for introduction to the Board of Supervisors is a resolution concurring with the Controller's establishment of the Consumer Price Index for 2016, and adjusting the Access Line Tax by the same rate.

I respectfully request that this item be calendared in Budget & Finance Committee on June 16, 2016.

Should you have any questions, please contact Nicole Elliott (415) 554-7940.

RECEIVED
BOARD OF SUPERVISORS
SAN FRANCISCO
2016 MAY 31 PM 1:34
BY *AW*

