[Urging Congress to Pass H.R. 5502 - INFORM Consumers Act]

Resolution urging Congress to pass H.R. 5502, the INFORM Consumers Act, requiring online marketplaces to collect, verify, and disclose certain information from high-volume, third-party sellers, with no further amendments.

WHEREAS, In July, Target announced that it will close all San Francisco stores at 6pm due to organized retail theft; and

WHEREAS, Last month Walgreens announced it will close five stores in San Francisco due to organized retail theft; and

WHEREAS, Safeway recently reduced hours at its formerly 24-hour Market and Church Street location to a 9pm closing time; and

WHEREAS, Safeway's most recent 6-month inventory revealed their Market and Church store had the worst rate of theft of any location in the history of the company; and

WHEREAS, Organized retail theft is also up nationwide, accounting for approximately \$45 billion in annual losses for retailers, according to the Coalition of Law Enforcement and Retail; and

WHEREAS, A significant portion of the merchandise stolen by organized retail theft operations is ultimately sold online, with CVS alone expecting to close approximately 73 ecommerce cases this year involving \$104 million of goods sold on Amazon; and

WHEREAS, On March 23, Senator Richard Durbin introduced S. 936, the INFORM Consumers Act; and

WHEREAS, The INFORM Consumers Act would require online marketplaces to collect, verify, and disclose certain information from high-volume, third-party sellers; and

WHEREAS, The INFORM Consumers Act would require online marketplaces to make certain information about high-volume sellers available to consumers through the sellers' product listings and provide consumers with methods to report any suspicious activity; and

WHEREAS, In the months since Senator Durbin introduced the INFORM Consumers

Act, e-commerce companies lobbied against it, resulting in a compromise bill - H.R. 5502; and

WHEREAS, On November 4, Senators Richard Durbin and Bill Cassidy introduced H.R. 5502 as an amendment to the National Defense Authorization Act to expedite its passage; and

WHEREAS, Organized retail theft remains the primary concern of most large retailers in San Francisco; and

WHEREAS, The closure and reduction in hours of large retail stores disproportionately impacts lower-income San Franciscans who rely on these increasingly rare sources of affordable groceries; and

WHEREAS, The INFORM Consumers Act represents the most realistic short-term path toward increased accountability for e-commerce companies; now, therefore, be it

RESOLVED, That the Board of Supervisors of the City and County of San Francisco hereby urges Congress to immediately pass H.R. 5502 with no further amendments; and, be it

FURTHER RESOLVED, That the Board of Supervisors hereby directs the Clerk of the Board to forward copies of this resolution to the offices of Speaker Pelosi, Senator Feinstein, and Senator Padilla.



City and County of San Francisco Tails

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

Resolution

File Number:

211241

Date Passed: December 07, 2021

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December 07, 2021 Board of Supervisors - ADOPTED

Ayes: 10 - Chan, Haney, Mandelman, Mar, Peskin, Preston, Ronen, Safai, Stefani

and Walton

Excused: 1 - Melgar

File No. 211241

I hereby certify that the foregoing Resolution was ADOPTED on 12/7/2021 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Unsigned

London N. Breed Mayor

12/17/21

Date Approved

I hereby certify that the foregoing resolution, not being signed by the Mayor within the time limit as set forth in Section 3.103 of the Charter, or time waived pursuant to Board Rule 2.14.2, became effective without her approval in accordance with the provision of said Section 3.103 of the Charter or Board Rule 2.14.2.

Clerk of the Board