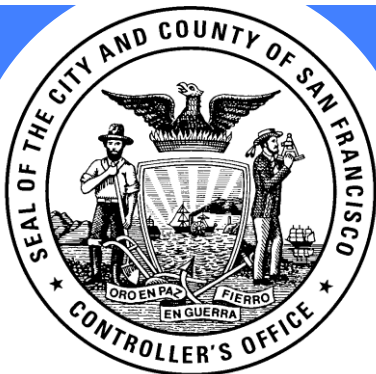


Sugary Drinks Distributor Tax Update

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Budget & Analysis Division



CITY & COUNTY OF SAN FRANCISCO

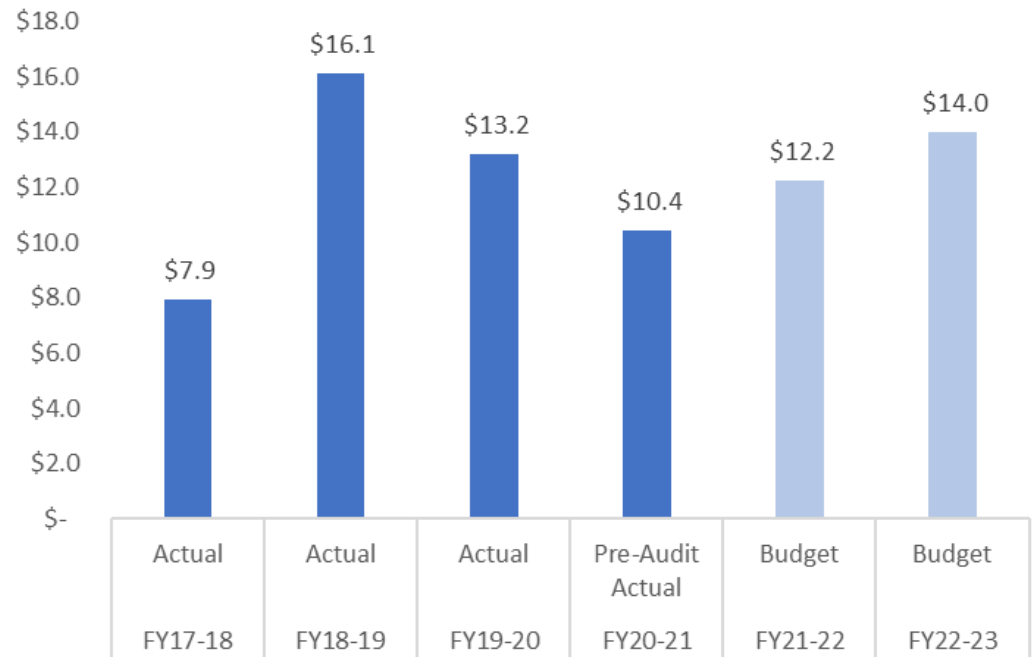
Office of the Controller

October 20, 2021

Revenue

- November 2016, Proposition V authorized the imposition of an excise tax on the distributors of sugar-sweetened beverages, syrups or powders within the City, at the rate of 1 cent per fluid ounce.
- Effective January 1, 2018
- General tax, proceeds are deposited in the General Fund
- Only one full fiscal year of non-COVID experience, FY 18-19 had collections of \$16.1 million.

Sugary Drinks Distributor Tax
(\$ in millions)



Revenue

(\$ in millions)

		FY21-22	FY22-23
Sugary Beverage Tax Revenue		12.2	14.0
Less Baseline Allocations:			
MTA	9.2%	1.1	1.3
Library	2.3%	0.3	0.3
SFUSD (PEEF Contr.)	2.0%	0.2	0.3
SFUSD (PEEF Baseline)	0.3%	0.0	0.0
OECE (PEEF Contr.)	1.0%	0.1	0.1
Children's Services	4.8%	0.6	0.7
TAY Services	0.6%	0.1	0.1
Street Trees	0.5%	0.1	0.1
General Reserve	1.5%	0.2	0.2
Total Baselines*	22.3%	2.7	3.1
Net Revenue		9.5	10.9

Because this is a general tax, expenditures associated with this tax are *not required* to be funded at the "net revenue" levels.

Expenditures

Mayor's Proposed Budget for SDDTAC Allocations				
Program	Department	FY 21-22 Budget	FY 22-23 Budget	
Grants to CBOs - SFUSD	DCYF		300,000	
School Food/Education/Action	DCYF		1,135,000	
School-Based Education and Case Management	DCYF		200,000	
School-Based Water Access	DCYF		340,000	
Grants to CBOs	DPH	4,225,000	3,000,000	
Healthy Eating Vouchers	DPH	1,750,000	1,000,000	
Peace Parks Staffing - SVIP	DPH	225,000	225,000	
Oral Health - Community Task Forces	DPH	450,000	450,000	
School-Based Sealant Application	DPH	210,000	350,000	
Staffing/Research Support	DPH	820,000	800,000	
Breastfeeding Coalition (New Pilot Program)	DPH	175,000		
Healthy Retail	OEWD	150,000	150,000	
Peace Parks	REC	670,000	670,000	
Outreach, Scholarships, and Equity in Recreation	REC	2,000,000	2,000,000	
Total		10,675,000	10,620,000	