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February 21, 2023

The Honorable Gavin Newsom Governor, State of California 1021 O Street, Suite 9000 Sacramento, CA 95814

Dear Governor Newsom:

Californians are struggling to afford the rapidly increasing cost of basic necessities, such as housing, food, energy, and transportation. Rising fuel prices drive up the cost of everything from gas at the pump to goods at the store.

Fuel prices will soon increase again as the direct result of state policy decisions, and it is within your control to prevent these increases. Therefore, we are calling on you to take the following actions to help ease the financial burden for California families:

- 1. **Stop the gas tax hike.** The gas tax will increase 8 percent on July 1st. Californians already pay the highest gas taxes in the country with rates more than 50 percent above the national average. In last year's budget, you proposed pausing the 2022 gas tax increase in order to "lower the price of gasoline" and "provide some relief to consumers." Unfortunately, you later abandoned this proposal and allowed the gas tax to increase by nearly 6 percent. This year's budget provides no relief from an even larger increase in 2023. We ask that you once again call to suspend the gas tax increase.
- 2. **Extend the diesel tax holiday.** Last year's budget provided a partial diesel sales tax exemption to reduce commercial transportation costs and lower the price of consumer goods. This tax relief is set to expire on September 30, 2023. Allowing diesel taxes to increase will trigger higher inflation and worsen the state's affordability crisis. We ask that you call to extend this relief for another 12 months.
- 3. **Delay the fuel blend transition.** On September 30, 2022, you directed the Air Resources Board to accelerate the transition from summer-blend gasoline to winter-blend gasoline in order to provide some urgently needed relief for consumers from the state's record high gas prices. Refiners can produce more of the winter-blend than the summer-blend, which results in lower gas prices. Californians cannot afford a repeat of the catastrophic price spikes they experienced just months ago. We are calling on you to

temporarily delay the transition to summer-blend gasoline in order to ease the inevitable financial burden of rising gas prices.

All of these actions are within your authority. We request that you act swiftly to help California families endure the state's unacceptably high cost of living.

Sincerely,

Greg Wallis

Assemblymember, 47th District

James Gallagher

Assemblymember, 3rd District

Megan Dahle

Assemblymember, 1st District

Joe Patterson

Assemblymember, 5th District

Josh Hoover

Assemblymember, 7th District

im Patterson

Assemblymember, 8th District

Heath Flora

Assemblymember, 9th District

Juan Alanis

Assemblymember, 22nd District

Vince Fong

Assemblymember, 32nd District

Devon Mathis

Assemblymember 33rd District

Tom Lackey

Assemblymember, 34th District

Philip Chen

Assemblymember, 59th District

Bill Essavli

Assemblymember, 63rd District

Kate Sanchez

Assemblymember, 71st District

Laurie Davies

Assemblymember, 74th District

Allo,

Brian Jones

Senator, 40th District

Roger Niello

Senator, 6th District

Scott Wilk

Senator, 21st District

Kelly Seyarto

Senator, 32nd District

TRIMUTA

Tri Ta

Assemblymember, 70th District

Dine D. Dien

Diane Dixon

Assemblymember, 72nd District

Marie Waldrow

Marie Waldron

Assemblymember, 75th District

Brian Dable

Brian Dahle

Senator, 1st District

Shannon Grove

Senator, 12th District

Rosilicie Ochoa Bogh

Senator, 23nd District

Janet Nguyen

Senator, 36th District