Ms. Ashley Johansson Initiative Coordinator Office of the Attorney General 1300 "I" Street Sacramento, CA 95814-2919



INITIATIVE COORDINATOR ATTORNEY GENERAL'S OFFICE

Re: Request for Title and Summary for Proposed Initiative

Pursuant to Article II, Section 10(d) of the California Constitution, this letter respectfully requests that the Attorney General prepare a circulating title and summary of the enclosed proposed statewide initiative: "Groundwater Preservation and Water Consumer Awareness Act of 2015."

Also enclosed are the required signed statements pursuant to California Elections Code sections 9001 and 9608, and a check in the amount of \$200.

Please direct all inquiries and correspondence regarding this proposed initiative to:

Louis J. Marinelli
President, Sovereign California

<u>LJMarinelli@SovereignCA.org</u>

Sovereign California (FPPC ID: 1373550)

P.O. Box 121165

San Diego, California 92112-1165

Thank you for your time and attention to this matter.

Sincerely,

Signature of Proponent

Louis J. Marinelli

Printed Name

 $\frac{4/20/15}{\text{Date}}$



FINDINGS AND DECLARATIONS

Whereas, California is facing one of the worst droughts in history;

Whereas, private companies are bottling water from California and exporting it out of state for profit;

Whereas, the International Bottled Water Association estimates that over two liters of water are used in the production of just one liter of soda and an additional 1.39 liters of water is used to produce a single liter of water for retail sale;

Whereas, many of the same companies producing soda drinks also produce bottled water;

Whereas, existing law provides that tobacco and alcohol companies include clear and conspicuous labeling referencing to the detrimental health effects that may be caused by their products;

Whereas, existing law provides that pharmaceutical companies clearly include information and make clear statements in advertisements referencing the side effects that may be caused by their products;

Whereas the availability of water is a matter of public health;

The People of California hereby submit the following initiative to impose an excise tax on water collected from California to be bottled for retail sale, remove bottled water from the list of food products exempt from state sales and use taxes, and require bottled water companies to provide greater transparency on the source of the bottled water sold in California, and for bottled water containing water from California, include a "Not Drought Friendly" logo clearly on the label so that consumers may be more informed.



California Groundwater Preservation and Water Consumer Awareness Act of 2015

SEC. 100.

It is the intent of the People of California to impose an excise tax of five cents on each ounce of water collected from the ground or municipal waters of California for the purpose of bottling for retail sale by adding Part 32 "The Bottled Water Excise Tax" to Division 2 of the Revenue and Taxation Code, as follows:

REVENUE AND TAXATION CODE - RTC
DIVISION 2. OTHER TAXES [6001 – 65000]
PART 32. THE BOTTLED WATER EXCISE TAX [65000 – 65001]
CHAPTER 1. GENERAL PROVISIONS [65000]

65000.

This part is known and may be cited as the "California Groundwater Preservation and Water Consumer Awareness Act of 2015."

CHAPTER 2. BOTTLED WATER TAX [65001]

65001.

(a) An excise tax of five cents (\$0.05) is hereby imposed upon each ounce of bottled water containing any water collected in California at the point where water flows naturally to the earth's surface or from a borehole in California that taps into the underground source, or any California municipal water supply.

SEC. 200.

It is the intent of the People of California to exclude bottled water sold in the State of California from the list of food products exempt from the sales and use taxes by amending Article 1 of Chapter 4 of Part 1 of Division 2 of the Revenue and Taxation Code, as follows:

REVENUE AND TAXATION CODE - RTC DIVISION 2. OTHER TAXES [6001 - 60709] PART 1. SALES AND USE TAXES [6001 - 7176] CHAPTER 4. Exemptions [6351 - 6423] ARTICLE 1. General Exemptions [6351 - 6380]

6359.

(3) All fruit juices, vegetable juices, and other beverages, whether liquid or frozen, including excluding bottled water, and but excluding spirituous, malt, or vinous liquors or carbonated beverages.

SEC. 300.

It is the intent of the People of California to provide consumers with more information as to the source of bottled water, and that purchasing bottled water from any source in California is not "drought friendly" by amending Article 12 of Chapter 5 of Part 5 of Division 104 of the Health and Safety Code, as follows:



HEALTH AND SAFETY CODE - HSC
DIVISION 104. ENVIRONMENTAL HEALTH [106500 - 119405]
PART 5. SHERMAN FOOD, DRUG, AND COSMETIC LAWS [109875 - 111915]
CHAPTER 5. Food [110425 - 111223]
ARTICLE 12. Bottled, Vended, Hauled, and Processed Water [111070 - 111198]

111170.

- (f) Each container of bottled water sold at retail or wholesale in this state in a beverage container shall include on its label, or on an additional label affixed to the bottle, or on a package insert or attachment, all the following:
- (1) The name and contact information for the bottler or brand owner, including, when applicable, any parent companies.
- (2) The source of the bottled water, in compliance with applicable state and federal regulations. If the source of the bottled water is California, (a) a clear and conspicuous statement that informs consumers that the product is not drought-friendly, and (b) the "Not Drought Friendly" logo, as pictured, not smaller than one square inch.
- (3) A clear and conspicuous statement that informs consumers about how to access water quality information contained in the bottled water report required by Section 111071.

Logo referenced in Article 12, Sec. 111170 (f) (2) (b)



SEC. 400.

It is the intent of the People of California to reserve the sum of all sales and excise tax revenue collected by this Act into a special fund for the construction, maintenance, and repair of water infrastructure projects including dams, levies, water treatment facilities, and water desalination plants.

