



OFFICE OF THE GOVERNOR

OCT 12 2019

To the Members of the California State Assembly:

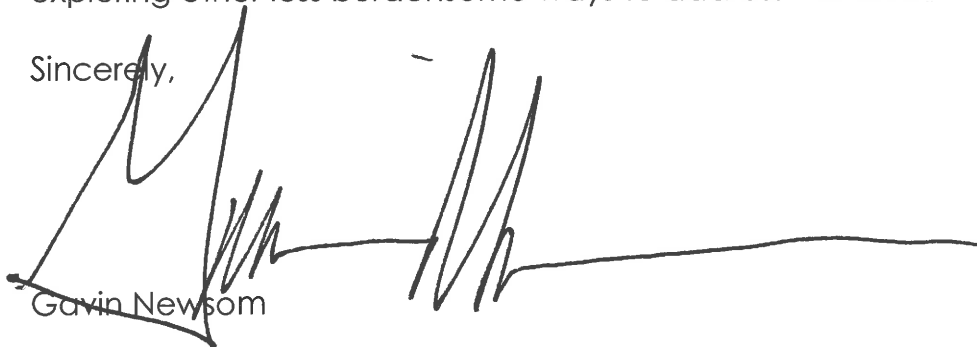
I am returning Assembly Bill 1181 without my signature.

This bill would require charitable organizations to report the value of specified in-kind donations using the fair value of the end recipient market. Such a requirement would be unique to California.

I commend Attorney General Xavier Becerra's action to hold charities accountable when they mislead donors and the public, as evidenced by recent enforcement actions taken against charitable organizations for their deceptive solicitation tactics.

However, I am concerned that this bill may pose burdensome implementation challenges for the charities impacted by its provisions. I agree with the Attorney General that overvaluation is a problem, and my Administration is open to exploring other less burdensome ways to address this issue.

Sincerely,

A handwritten signature in black ink, appearing to be "Gavin Newsom", written over a horizontal line. The signature is stylized and somewhat abstract.

Gavin Newsom