



## OFFICE OF THE GOVERNOR

OCT 11 2025

To the Members of the California State Senate:

I am returning Senate Bill 263 without my signature.

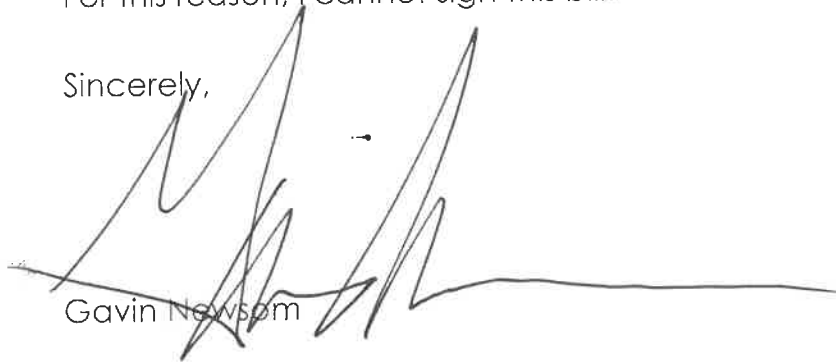
This bill requires the Governor's Office of Business and Economic Development (GOBiz), in consultation with the California State Transportation Agency (CalSTA) and the Department of Finance, to conduct a study on how increases in tariffs and reciprocal tariffs affect the state's international trade of imports and exports.

The chaos brought by the Trump administration's trade policy is undisputed. California is pushing back through all avenues available, including challenging the legality of these actions in court. In addition to taking legal action, my Administration is actively assessing and responding to the impact of tariffs through various initiatives. GO-Biz's International Affairs and Trade Unit has produced a "Tariff Resource Guide" for businesses, and CalSTA's Freight Policy Team has developed a supply chain dashboard as they continuously coordinate with stakeholders from the logistics and supply chain community. We are also investing in improving and modernizing our own systems, including \$27 million in Go-Biz's Containerized Ports Interoperability Program and CalSTA's \$1.5 billion investment to build a more efficient, sustainable, and resilient supply chain across the state.

While I appreciate the author's intent to study the impacts of tariffs, this bill is duplicative of ongoing work; another study is not needed to understand the economic chaos created by the Trump administration.

For this reason, I cannot sign this bill.

Sincerely,

A handwritten signature in dark ink, appearing to be "Gavin Newsom", written over a horizontal line. The signature is stylized with a large, sweeping initial "G" and a long, horizontal tail.

Gavin Newsom