(R-84-181)

RESOLUTION NUMBER R- 259136 Adopted on AUG 2 2 1983

WHEREAS, when the Governor vetoed over \$600 million from California's FY 84 Budget, state expenditures were reduced sufficiently to partially restore the subventions local government lost in the legislatively adopted budget; and

WHEREAS, for this money to be available, two legislative acts requiring a two-thirds vote in each house must take place in August; first, the deflator must be suspended and second, \$617 million in reduced subventions must be restored or a new revenue source enacted; and

WHEREAS, the budget trailer bill (AB 223) allows the AB 8 deflator to trigger on October 1; and

WHEREAS, if the deflator is not suspended, the total loss to cities, counties and special districts is \$965 million in subvention reductions rather than the \$348 million contemplated by local agencies; and

WHEREAS, the City of San Diego's subvention loss will total \$20.5 million, approximately \$8.5 million more than anticipated when the City's FY '84 Budget was adopted, if the deflator is not suspended; and

WHEREAS, on August 1, 1983, the Rules Committee considered a recommendation supporting suspension of the AB 8 deflator as set forth in IRD Report No. 83-57 and recommends approval by the full Council; NOW, THEREFORE,

BE IT RESOLVED, by the Council of The City of San Diego, that this Council supports suspension of the AB 8 deflator effective October 1, 1983.

BE IT FURTHER RESOLVED, that the Legislature is urged to restore local governments' subventions so that the statewide loss does not exceed \$348 million.

APPROVED: John W. Witt, City Attorney

Tack Katz

Chief Deputy City Attorney

JK:smm 8/11/83

Or.Dept:Rules
Form=r.none

Passed and adopted by the Council oby the following vote:	of The City of San Diego on	The City of San Diego on AUG 2 2 1983		
Councilmen Bill Mitchell Bill Cleator Gloria McColl William Jones Ed Struiksma Mike Gotch Dick Murphy Uvaldo Martinez Mayor Roger Hedgecock	Yeas Nays	Not Present	Ineligible	
AUTHENT	ICATED BY:			
	ROGER HEDGECOCK Mayor of The City of San Diego, California.			
(Seal)	City Clerk o	ARLES G. ABDE	LNOUR ,	
	(By Jane	a. Blac	, Deputy.	
	Office of the City C	Clerk, San Diego, Ca	lifornia	
	Resolution R-259136	Adopted	AUG 2 2 1983	

CC-1276 (REV. 6-83)