(R-84-1319)

RESOLUTION NUMBER R- 260262

Adopted on MAR 12 1984

WHEREAS, for the past several years, local agencies have been faced with tremendous uncertainty regarding their annual state subvention revenues; and

WHEREAS, the cause of this uncertainty has been two-fold, the first of which is the statutory mechanism known as the "AB 8 deflator" which was enacted after the passage of Proposition 13 and the second, which is the Legislature's ability to statutorily change the level of subvention revenues passed through to local agencies; and

WHEREAS, both the Governor and Legislature have indicated their concern about the fiscal relationship between the state and local government; and

WHEREAS, the Council has spoken several times in 1983 regarding establishment of Legislative Policy Guidelines which would remove the fiscal uncertainty and permit greater local government control of and share in subvention revenues; and

WHEREAS, the Chairmen of the Senate and Assembly Local Government Committees have introduced similar proposals to provide stability in state/local fiscal relations; and

WHEREAS, the proposals set forth in the respective committees have been itemized in Report No. 84-5 of the Intergovernmental Relations Department (IRD) to the Rules Committee, dated February 8, 1984; and

WHEREAS, the IRD Report No. 84-5 made three recommendations to strengthen state/local fiscal relations; and PAGE 1 OF 2

WHEREAS, the Rules Committee, on February 13, 1984, considered IRD Report No. 84-5 and the recommendations therein, and after full discussion thereon, unanimously approved said recommendations; and

WHEREAS, the Rules Committee now forwards to the full Council the matter of Long-Term Financing for local agencies, as set forth in IRD Report No. 84-5 and recommends approval thereof; NOW, THEREFORE,

BE IT RESOLVED, by the Council of The City of San Diego, that the Intergovernmental Relations Department be and it is hereby directed to:

- 1. Support local agency financing legislation which includes the following components at a minimum:
 - a. Repeal of the AB 8 deflator.
 - b. Provision for subvention revenue to local agencies at the "full entitlement" level.
 - c. Submission to the state's voters of a constitutional amendment which guarantees the amount of local agency subvention revenues.
- 2. Urge the Legislature and Governor to expedite local agency financing legislation so that the local agencies may have a guaranteed source of revenue as well as a guaranteed level of revenue from the state.

APPROVED: John W. Witt, City Attorney

Ву

Tack Katz Chief Deputy City Attorney

JK:smm 2/28/84 R-84-1319 Or.Dept:Rules Form=r.none f- 260262

PAGE 2 OF 2

01548

sed and adopted by the Council of T	he City of San Die	ego on	MAR 12 1984	
Councilmen Bill Mitchell Bill Cleator Gloria McColl William Jones Ed Struiksma Mike Gotch Dick Murphy Uvaldo Martinez Mayor Roger Hedgecock	Yeas O O O O O O	Nays	Not Present	Ineligible
AUTHENTICA	ATED BY:		OGER HEDGEO	
(Seal)	Mayor of The City of San Diego, California. CHARLES G. ABDELNOUR City Clerk of The City of San Diego, California.			
	By	laufe	I L. Pont	ecaw Depu
	Office of the City Clerk, San Diego, California			
[50262	Adopted	MAR 12 1984

CC-1276 (REV. 6-83)

CHARLES AND SECTION SAN DIEGO, CALIF.

01550