## RESOLUTION NUMBER R- 307675 DATE OF FINAL PASSAGE SEP 1 9 2012

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN DIEGO RECOGNIZING THE IMPORTANCE OF SAN DIEGO'S MILITARY SECTOR TO THE WELL-BEING OF SAN DIEGO'S ECONOMY AND ENDORSING LOCAL EFFORTS TO RAISE AWARENESS ABOUT THE NEGATIVE IMPACT OF AUTOMATIC REDUCTIONS IN THE DEPARTMENT OF DEFENSE'S BUDGET

WHEREAS the City of San Diego has a long history of working with the Department of Defense and the Department of the Navy; and

WHEREAS the City of San Diego hosts the largest Navy-Marine Corps Complex in the world; and

WHEREAS the Navy and Marine Corps forces, bases, and activities in San Diego contribute greatly to the health of the local economy; and

WHEREAS, the City's 2012 Legislative Program notes that the City's priorities include the protection of "local defense funding and programs as 2013 federal trigger cuts are debated and developed;" and

WHEREAS, San Diego Military Advisory Council's 2012 Economic Impact Study by the Fermanian Business and Economic Institute at Point Loma Nazarene University, states that "An estimated total of \$20.6 billion of direct spending related to defense will flow into San Diego County during fiscal year 2012..." and "The military sector is responsible for 311,000 of the region's total jobs in 2012 after accounting for all of the ripple effects of defense spending," representing one out of every four jobs in San Diego's economy; and

WHEREAS, according to the San Diego Military Advisory Council's 2012 Economic Impact Study, "Defense-related activities and spending will generate \$32 billion of gross regional product for San Diego County in fiscal year 2012," and "Each defense-related dollar entering San Diego generates additional jobs, income, and output as orders feed through the supply chain and workers employed throughout that chain spend some of their resulting incomes on the region's goods and services;" and

WHEREAS at the meeting of the San Diego City Council's Committee On Economic Development on July 23, 2012, the San Diego Regional Economic Development Corporation informed the Committee that the Federal Budget Control Act of 2011 mandates substantial reductions in Department of Defense spending over the next ten years, in particular, an automatic reduction of about \$500 Billion beginning this year and, if sequestration occurs in January of 2013, a reduction of an additional \$500 Billion in Department of Defense spending over the next ten years beginning in 2013; and

WHEREAS, San Diego Regional Economic Development Corporation estimates that 31,000 jobs in the San Diego region could be lost as a result of automatic reductions in the Department of Defense budget; and

WHEREAS the City of San Diego, local businesses, and community organizations have constituted "Operation San Diego" to inform the public about the potential negative effects of these reductions in Department of Defense spending on the San Diego community and to develop and sustain a comprehensive regional strategy to protect, retain and expand the military assets in San Diego; NOW, THEREFORE,

BE IT RESOLVED, by the City Council of the City of San Diego, that the City Council recognizes the importance of the Navy and Marine Corps forces, bases, and activities to the

health of the local economy and endorses the efforts of local businesses and community organizations to inform and call to action the public and elected officials in Washington, D.C., about the potential negative impacts of reductions in Department of Defense spending on the local economy.

APPROVED: JAN I. GOLDSMITH, City Attorney

By

Carrie L. Gleeson

Deputy City Attorney

CLG:mr

September 5, 2012

Or.Dept: District 1 Doc. No. 432617 I hereby certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of <u>SEP 1 3 2012</u>

	ELIZABETH S. MALAND
	City Clerk
	By Man Jum Gya Deputy City Clerk
Approved: 9.19.12 (date)	JERRY SANDERS, Mayor
Vetoed:	
(date)	JERRY SANDERS, Mayor