RESOLUTION 2004-42

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE PLUMAS EUREKA COMMUNITY SERVICES DISTRICT

WHEREAS, state government currently seizes over \$400 million in special district property tax funds (ERAF) statewide, seriously reducing resources available for local public services such as parks and recreation, police and fire protection, water and wastewater, library and many others;

WHEREAS, in adopting the state budget this year the Legislature and Governor appropriated local revenue streams such as the Vehicle License Fee (VLF), sales taxes and property taxes that are needed to finance critical local services such as public safety, parks, street maintenance, housing and economic development; and

WHEREAS, the state budget also relies on a deficit bond financing program that is predicated on a local property and sales tax swap that leaves district services vulnerable to future losses if the state's economic condition fails to improve; and

WHEREAS, the adopted budget assumes the state will continue to face an ongoing structural budget deficit of at least \$8 billion, putting local government financial resources at risk in future years; and

WHEREAS, it is abundantly clear that state will continue to use local tax funds to balance the state budget unless the voters limit the power of the legislature and governor to do so; and

WHEREAS, the voters of California are the best judges of whether local tax funds should be diverted, confiscated, shifted or otherwise taken by the legislature to finance an ever expanding state government; and

WHEREAS, at the California Special Districts Association (CSDA) annual membership meeting held on September 16, 2003 voted to support a statewide ballot initiative to empower the voters to limit the ability of state government to confiscate local tax funds to fund state government; and WHEREAS, CSDA has requested that special districts offer support for a November 2004 ballot initiative that will allow voters to decide whether state government may appropriate local tax funds to fund state government operations and responsibilities.

NOW, THEREFORE, IT IS HEREBY RESOLVED BY THE BOARD OF DIRECTORS OF THE PLUMAS EUREKA COMMUNITY SERVICES DISTRICT that the District hereby expresses its strong support for a statewide ballot initiative to allow voters to decide whether local tax funds may be taken, confiscated, shifted, diverted or otherwise used to fund state government operations and responsibilities; and

RESOLVED FURTHER, that the Board of Directors and staff provide such educational materials on the possible impacts of such an initiative as may be lawfully provided by the district's representatives; and

RESOLVED FURTHER, that the constituents of the district are encouraged to become well informed on the opportunities available to them through such an initiative to safeguard the critical local services on which they rely; and

RESOLVED FURTHER, that the General Manager (or Board Secretary) is hereby directed to send a copy to the Executive Director of the California Special Districts Association.

Effective Date of Resolution. This Resolution shall take effect on the date of its passage and approval.

THE RESOLUTION SUPPORTING THE LOCAL TAXPAYER AND PUBLIC SAFETY PROTECTION ACT, EXECUTED ON THIS THE 10TH DAY OF MARCH 2004, by the following vote of the governing body.

AYES: L. WALKER, T. GRAY, V. WIEMEYER, E. TRETTEN

NOES: NONE

ABSTAIN: NONE

ABSENT: N. NICHOLS

I hereby certify that the foregoing is a true and correct copy of the PECSD Resolution 2004-42 Supporting the Local Taxpayer and Public Safety Protection Act, adopted by the Board of Directors At the Board Meeting held on March 10, 2004.

ena Teresa 🖌. Cunningham, Clerk to the Board of Directors