City of Grass Valley
City Council and Redevelopment Agency
Agenda Action Sheet

Council Meeting Date: June 23, 2009 **Date Prepared**: June 15, 2009

Prepared by: Daniel C. Holler, City Administrator

Title: A Resolution finding that a fiscal hardship will result from the taking of local funds by the State

Agenda: Administrative

Recommended Motion: Adopt Resolution No. 2009-____ a resolution of the City of Grass Valley finding a severe fiscal hardship will exist if additional city property tax and other funds are seized and additional unfunded mandates are adopted by the State of California.

Background Information: To balance the State Budget a proposal to take additional local government property tax revenues has been proposed. The estimated impact to the City of Grass Valley is $400,000 in lost revenues. Added to the loss of revenue is the potential for additional unfunded mandates from legislative action and State Agencies. The impact of these actions further erodes the City's ability to meet basic government services. The proposed resolution sets forth the City's opposition to the proposed actions of the State to take additional property tax funds and against added unfunded mandates.

Funds Available: N/A **Account #**: N/A

Reviewed by:

____ City Administrator ____ Finance Department
____ City Attorney

Action:

____ Approved ____ Approved with Modifications
____ Denied ____ Other

Agenda Item # _____