

RESOLUTION NO. 2010-434

Adopted by the Sacramento City Council

July 20, 2010

DIRECTING THE CITY ATTORNEY TO PREPARE IMPARTIAL ANALYSES OF THE MEASURES APPROVED BY THE CITY COUNCIL BY JULY 20, 2010, TO BE SUBMITTED TO THE VOTERS AT THE CONSOLIDATED ELECTION TO BE HELD ON TUESDAY, NOVEMBER 2, 2010

BACKGROUND

- A. On June 22, 2010, the City Council accepted the County Registrar of Voters "certificate of petition" certifying the initiative petition as sufficient, and approved the placement of the Utilities Rate Hike Rollback Act of 2010 initiative ordinance on the November 2, 2010, ballot.
- B. On July 13, 2010, the City Council approved for placement on the November 2, 2010, ballot a measure to increase the business operations tax rates for marijuana businesses (the "Marijuana Business Tax").
- C. The City of Sacramento desires to have an impartial analysis of the measure(s).

BASED ON THE FACTS SET FORTH IN THE BACKGROUND, THE CITY COUNCIL RESOLVES AS FOLLOWS:

- Section 1. The City Council hereby directs the City Clerk to transmit a copy of the Utilities Rate Hike Roll Back Act of 2010 measure and Marijuana Business Tax measure to the City Attorney.
- Section 2. The City Council hereby directs the City Attorney to prepare an impartial analysis of the Utilities Rate Hike Roll Back Act of 2010 measure and Marijuana Business Tax measure, showing for each measure its effect on existing law and its operation. Each impartial analysis is not to exceed 500 words, and the City Attorney shall file it with the City Clerk by the date set for the filing of primary arguments (Friday, July 30, 2010, by 4:30 p.m.) for the November 2, 2010, consolidated election.
- Section 3. The City Clerk is hereby directed to cause the impartial analyses to be printed in the official sample ballot for the November 2, 2010, consolidated election.
- Section 4. The City Clerk shall certify the passage and adoption of this resolution and enter it into the book of original resolutions.

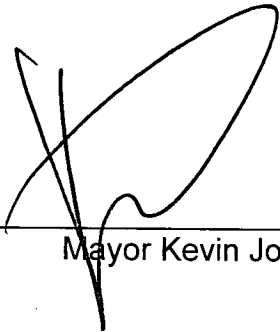
Adopted by the City of Sacramento City Council on July 20, 2010 by the following vote:

Ayes: Councilmembers Cohn, Fong, Hammond, McCarty, Pannell, Sheedy, Tretheway, Waters, and Mayor Johnson.

Noes: None.

Abstain: None.

Absent: None.



Mayor Kevin Johnson

Attest:



Shirley Condolino, City Clerk

RESOLUTION NO. 2010-435

Adopted by the Sacramento City Council

July 20, 2010

OPPOSING GOVERNOR SCHWARZENEGGER'S DIRECTIVE TO CUT STATE WORKERS' PAY TO THE FEDERAL MINIMUM WAGE AND URGING HIM TO RESCIND THIS ACTION.

BACKGROUND

- A. State employees comprise nearly 1 out of every 5 workers in the total Sacramento workforce.
- B. The Sacramento region could lose about \$60 million a week in wages if Governor Schwarzenegger cuts most state workers' pay to the federal minimum wage of \$7.25 an hour.
- C. The weekly loss would be roughly equal to the city of Folsom's general budget for an entire year and would do additional damage to a region still bleeding from a collapsed housing market and 17 months of state worker furloughs.
- D. Estimates suggest that state worker furloughs have cost the region about 3,000 private sector jobs.
- E. Annualized, a drop to minimum wage for state worker pay would represent a direct loss of 3.4 percent of the Sacramento region's gross domestic product.
- F. The average pay for a state worker would drop from \$3,916 per month to \$1,256 per month.
- G. Cutting state worker's pay to minimum wage would affect the California economy by \$1.1 billion per month. At least \$170 million in state wages would temporarily disappear every week from the statewide economy.
- H. For every month that state employees' wages are cut to the federal minimum wage, the result is a \$777 million cut in total state workers' payroll. This will affect the State of California by resulting in a:

- \$523.1 million loss in revenue to California businesses caused by foregone spending
 - \$270.9 million loss in revenue to California business suppliers caused by a reduction in orders
 - \$282 million decline in economic activity as businesses lay off workers who then scale back their spending
 - \$70.8 million loss in revenue to state and local governments. Speculate
- I. Estimates total 6,646 lost private sector jobs statewide each month, with 1,856 jobs directly related to the loss from the Sacramento economy.
- J. Paying state employees minimum wage will place another financial strain on families that are struggling to meet basic financial obligations, exacerbating the economic difficulties the City of Sacramento and the State of California is already experiencing.

BASED ON THE FACTS SET FORTH IN THE BACKGROUND THE CITY COUNCIL RESOLVES AS FOLLOWS:

Section 1. That the City of Sacramento strongly opposes Governor Schwarzenegger's directive to cut state worker's pay to minimum wage.

Section 2. That the City of Sacramento urges Governor Schwarzenegger to rescind his directive to pay state worker's federal minimum wage in light of the devastating effect to Sacramento's economy.

Adopted by the City of Sacramento City Council on July 20, 2010 by the following vote:

Ayes: Councilmembers Cohn, Fong, Hammond, McCarty, Pannell, Sheedy, Tretheway, Waters, and Mayor Johnson.

Noes: None.

Abstain: None.

Absent: None.

Mayor Kevin Johnson

Attest:

Shirley Concolino, City Clerk