

For Immediate Release June 15, 2009

## STATE BUDGET CONFERENCE COMMITTEE REJECTS PROPOSITION 1A SUSPENSION

Committee Considers Local Government and Takes Action

**SACRAMENTO**—The Budget Conference Committee's vote rejected the suspension of Proposition 1A. The committee met this afternoon and voted 5-0 (Senate) and 5-0 (Assembly).

Proposition 1A allows the state to borrow local governments' property tax revenues, provided the governor declares "a severe state fiscal emergency," followed by a two-thirds vote in each house of the Legislature to suspend the initiative's provisions.

We will continue to keep our members updated on the Budget Conference Committee activities that impact local government.

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