# CALIFORNIA LEGISLATURE

# 2009–10 REGULAR SESSION

# ASSEMBLY JOURNAL

#### **RECESS JOURNAL NO. 28**

Assembly Chamber, Sacramento Friday, January 8, 2010

The following Assembly Journal was printed for introduction of the Governor's Budget, in compliance with Article IV, Sec. 12(a) of the Constitution.

# MESSAGES FROM THE GOVERNOR

The following budget message from the Governor was received and ordered printed in the Journal:

January 8, 2010

To the Senate and the Assembly of the California Legislature:

In accordance with Article IV, Section 12 of the California Constitution, I submit to you the Governor's Budget for 2010–11.

Last year, we confronted what history will record as "The Great Recession." Working together, we made profoundly difficult decisions necessary to close a \$60 billion budget gap, the largest in our state's history. Because of your efforts and the diligent work of the Treasurer and Controller, we averted both a budget crisis and a cash crisis.

With our national economy still struggling to recover, California, like most other states, must confront an additional budget gap of nearly \$20 billion. In many ways, the decisions that will be necessary to close this gap will be even more challenging—and far more difficult. However, failure is not an option and we must do what is necessary to keep our state solvent and maintain critical services.

My budget calls for even greater reductions in nearly every aspect of state government than were necessary in 2009. With these reductions, we make every effort to maintain essential services for Californians who need them the most in the midst of this fiscal crisis. In particular, my budget proposal protects education, including higher education, from additional deep cuts. I believe strongly that additional reductions below current year funding levels would leave a permanent scar on our children and on the greatest university system in the world. In fact, I intend to propose a re-prioritization of funds away from administration and into the classroom, and away from prisons and into our universities. I ask you to join me in setting these new priorities for the future of our great state.

My budget proposal also calls for a far greater engagement than ever before with our counterparts in Washington—to give California both the flexibility and fairness that is needed to better manage critical state programs, achieve substantial savings, and avoid even deeper and more painful budget reductions. Working with the Obama Administration, with our congressional delegation, and with other states, I believe we can build on the progress we have made in 2009.

We must begin our work immediately. If we fail to take swift action in the Special Session that I have called, our problem will only grow, and the decisions that will be required to make up for lost savings will grow even more difficult than those now before us.

The work that lies ahead will be some the most difficult that you and I will ever be asked to undertake as public servants. Let us prove once again that we can meet this new and unprecedented challenge.

Sincerely,

## ARNOLD SCHWARZENEGGER

#### Receipt

I acknowledge receipt this 8th day of January 2010 at 1:18 p.m., of the budget for the 2010–2011 fiscal year, together with an explanatory message delivered to me personally by Jacque Roberts.

#### **BRIAN S. EBBERT**

### Assistant Chief Clerk of the Assembly

Accompanying Governor's Budget and Budget Summary ordered filed with the Secretary of State.

#### INTRODUCTION OF ASSEMBLY BILLS

The following bills were introduced:

**ASSEMBLY BILL NO. 1608—Garrick.** An act to amend Section 1872.81 of the Insurance Code, relating to motor vehicle insurance.

**ASSEMBLY BILL NO. 1609—Evans.** An act making appropriations for the support of the government of the State of California and for several public purposes in accordance with the provisions of Section 12 of Article IV of the Constitution of the State of California, and declaring the urgency thereof, to take effect immediately.

KAREN BASS, Speaker

AMY LEACH, Minute Clerk