

YES ON 1A: WE HAVE TO TAKE ACTION NOW TO START REFORMING OUR BROKEN BUDGET SYSTEM.

We're all frustrated by California's broken budget system. Year after year, politicians deliver late budgets that harm our schools, healthcare system, police and fire services and more. The perpetual budget problems also hurt taxpayers as we see our taxes raised or services cut because of the legislature's failure to budget responsibly.

By voting Yes on 1A, we can take a strong step in reforming the budget process so we don't continually face the type of budget disaster that plagues our state year after year.

YES ON 1A WILL FORCE ACCOUNTABILITY AND STABILITY OVER THE BUDGET PROCESS.

Proposition 1A is meaningful, long-term reform. It will help stabilize future state spending and create an enhanced rainy day fund to save during good times so money is available when the economy falters.

Prop 1A:

- **STABILIZES CALIFORNIA'S BUDGET.** It forces politicians to set aside money every year into a special "rainy day" fund. And Prop 1A increases the size of our rainy day reserve from 5% to 12.5% of the overall budget.
- **STOPS OUT-OF-CONTROL SPENDING.** Prop 1A puts restrictions on the amount the state can spend each year. It also prevents the politicians from spending one-time spikes in revenue on ongoing programs.

PROP 1A PROTECTS TAXPAYERS.

**SUBJECT TO COURT
ORDERED CHANGES**

Without accountability, every time we face budget deficits the politicians raise our taxes or make deep cuts to services we care about. The rainy day fund will allow us to use savings to mitigate the need for future tax increases and harmful cuts.

In fact, if this budget reform had been in place 10 years ago, the rainy day reserve would have allowed us to avoid \$9 billion in tax increases and deep cuts that were part of this year's budget.

PROP 1A MEANS LONG-TERM BUDGET STABILITY.

By limiting spending using a formula based on historic revenues and economic growth, by forcing an enhanced rainy day fund and by preventing spending of one-time money on programs that we can't afford in the future, Proposition 1A will help stabilize the budget process and prevent the wild peaks and valleys that cause budget dysfunction.

PROP 1A PROTECTS SCHOOLS, PUBLIC SAFETY AND OTHER VITAL SERVICES.

Prop 1A's reforms will help provide a stable, consistent level of funding for vital services such as education, public safety and healthcare. Prop 1A will prevent the types of massive budget deficits we faced this year which force crippling cuts to vital services. And the rainy day fund will help ensure we have money in bad times to reduce cuts to these vital services.

YES ON 1A: ACT NOW TO REFORM OUR BROKEN BUDGET SYSTEM.

We've got to act now to start reforming our broken budget system. Vote YES on 1A for budget stability and accountability.

www.CaBudgetReformNow.com

Teresa Casazza, President, California Taxpayers' Association
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