

RESOLUTION NO. 3614

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LODI URGING THE ENACTMENT OF LEGISLATION WHICH WOULD PERMIT GENERAL LAW CITIES TO ISSUE REVENUE BONDS FOR EXTENSIONS AND IMPROVEMENTS TO MUNICIPAL ELECTRIC DISTRIBUTION AND GENERATION FACILITIES.

WHEREAS, Sections 54309 and 54309. I of the Government Code of the State of California provide definitions of "Enterprise" for which revenue bonds may be used under the Revenue Bond Law of 1941; and,

WHEREAS, said definitions include a wide range of revenue-producing activities of government including water systems, sewer systems, garbage systems, parking lots and garages, harbors, airports and hospitals; and,

WHEREAS, Section 54310 of the Government Code specifically excludes electric systems from the definition of "Enterprises" which may be financed by the use of revenue bonds; and,

WHEREAS, this discriminatory exception places an unjustified limitation on the means available for financing capital projects by local agencies operating electric systems; and,

WHEREAS, this limitation does not apply to other utility operations by local agencies; and

WHEREAS, SB 409 now before the Legislature will remove the restrictions contained in Government Code Sections 54309 and 54315 relating to electric distribution facilities;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Lodi that it supports legislation that would remove or modify the restriction on the use of revenue bonds for electric systems contained in Section 54310 of the Government Code.

BE IT FURTHER RESOLVED by the City Council of the City of Lodi that it supports the passage of SB 409 and that it urges the City's representatives in the California Legislature to support and vote for the proposed law.

BE IT FURTHER RESOLVED that copies of this resolution be sent to Senator Alan Short, Assemblyman Robert Monagan, and to the appropriate committees of the California State Legislature.

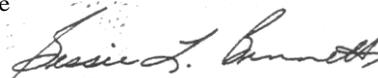
DATED: April 5, 1972

I hereby certify that Resolution No. 3614 was passed and adopted by the City Council of the City of Lodi in regular meeting held April 5, 1972 by the following vote:

AYES: Councilmen - Ehrhardt, Hughes, Kirsten, Schaffer and Katnich.

NOES: Councilmen - None,

ABSENT: Councilmen - None


BESSIE L. BENNETT
City Clerk