California State Senate

SENATE MINORITY LEADER BRIAN W. JONES

FORTIETH SENATE DISTRICT



December 15, 2023

The Honorable Gavin Newsom Governor, State of California 1021 O Street, Suite 9000 Sacramento, CA 95814

Dear Governor Newsom:

With recent budget revenues failing to meet projections and the Legislative Analyst's forecast of a \$68 billion deficit for 2024-25, we urge you to consider early action to improve the state's finances. Making prudent adjustments to the current year's General Fund budget would help prevent the fiscal condition of the state's finances from getting worse.

A recent letter by the Department of Finance states that it "anticipates significant General Fund budget deficits" and logically directs various State Agencies to take some immediate actions to reduce General Fund expenditures. However, without broader, accelerated actions to the current year's budget, the amount of available solutions will be limited and have a disproportionate impact on the 2024-25 budget years.

Failing to act now will lead to increased instability in future budgets and impact the functions and services the state provides. Including accelerated action proposals in your January budget will help the state achieve this aim. Senate Republicans are ready to work with our legislative colleagues and your administration on a solution.

Sincerely,

Brian Jones Senate Minority Leader Senate District 40

Fre Nullin

Roger Niello Vice Chair Senate Budget and Fiscal Review Committee Senate District 6