



OFFICE OF THE GOVERNOR

SEP 19 2012

To the Members of the California State Assembly:

I am returning Assembly Bill 1098 without my signature.

AB 1098 would reallocate vehicle license fee revenues to recently incorporated cities that annexed inhabited territory.

As drafted, this bill would undermine the 2011 Realignment formulas in a manner that would jeopardize dollars for local public safety programs, provides cities new funding beyond what existed under previous law, and would create a hole in the General Fund to the tune of \$18 million. Given the current fiscal uncertainties, this is not acceptable.

Sincerely,

A handwritten signature in black ink that reads "Edmund G. Brown Jr." with a long, sweeping flourish extending downwards from the end of the name.

Edmund G. Brown Jr.