

BUDGET & FINANCE

MOTION **CIVIL RIGHTS, EQUITY, IMMIGRATION, AGING AND DISABILITY**

On July 4, 2025, the President signed H.R. 1, also known as the One Big Beautiful Bill Act, which extends tax cuts from the Tax Cuts and Jobs Act (2017), adds new tax cuts, and increases spending for immigration-related enforcement. According to the Congressional Budget Office (CBO), H.R. 1 will increase the federal deficit by an estimated \$3.4 trillion over the next 10 years and partially reduces these costs by cutting funding for essential federal programs and services that assist the most vulnerable individuals.

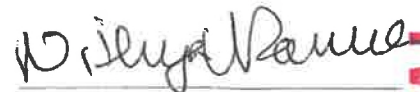
H.R. 1 partially offsets these additional costs by reducing funding for the Medicaid Program and the Supplemental Nutrition Assistance Program (SNAP). According to estimates from the CBO, more than 16 million people will lose their health care as a result of cuts to the Medicaid program, changes to the Affordable Care Act, and expanded work requirement provisions. Additionally, due to changes to the SNAP program, the CBO estimates that millions of people will lose food assistance benefits, including approximately 270,000 veterans, unhoused individuals, and former foster youth.

H.R. 1 also rescinds a substantial amount of funding for several federal grants and clean energy tax credits that were authorized under the Inflation Reduction Act (IRA). The bill rescinds unobligated funds from several IRA programs and eliminates specific initiatives, including the Greenhouse Gas Reduction Fund, Environmental Justice Block Grants, Climate Pollution Reduction Grants, and the Neighborhood Access and Equity Program. Rescission of these grant funds could have a significant impact on the City's operations and finances, potentially leading to reductions in programs and services, and delaying efforts related to capital and infrastructure planning.

Additionally, although the California Legislature has passed the State's budget for the 2025-26 Fiscal Year, state legislators have indicated that they may need to revisit the budget and reallocate resources in order to address the increased financial burden caused by cuts to the Medicaid and SNAP programs. This has the potential to further affect services for the City's residents if funding is cut from state-level programs that provide direct or indirect support to the City.

I THEREFORE MOVE that the City Council instruct the City Administrative Officer, with the assistance of the Chief Legislative Analyst and relevant departments, to report on all City projects, programs, and services that could be impacted by H.R. 1 (One Big Beautiful Bill Act), including estimates on the potential fiscal impacts of reduced grant funding that the City receives from the federal government.

PRESENTED BY:


NITHYA RAMAN
Councilmember, 4th District

SECONDED BY:




AUG 05 2025

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