

1 [Adopting a Fixed Two-Year Budget in Multiple City Departments, Fiscal Years 2026-2027
2 and 2027-2028]

3 **Resolution adopting a fixed two-year budgetary cycle for the following City**
4 **departments: Airport, Port, and Public Utilities Commission for Fiscal Years 2026-2027**
5 **and 2027-2028; and defining terms and setting deadlines.**
6

7 WHEREAS, Section 9.101 of the City Charter authorizes the Mayor and Board of
8 Supervisors by Resolution to determine in an even-numbered fiscal year that the upcoming
9 budgetary cycle shall be a fixed budgetary cycle for some or all City Departments; and

10 WHEREAS, In a fixed budgetary cycle, the Board of Supervisors does not adopt a new
11 budget for the second fiscal year of the cycle, but may adjust the second-year budget if
12 certain conditions are met; and

13 WHEREAS, Section 9.101 of the City Charter requires that the Resolution declaring
14 that an upcoming budgetary cycle shall be fixed also include a definition of the term
15 "significant increases or decreases in revenues or expenditures" and set deadlines for the
16 Controller to submit a report identifying such increases or decreases and for the Mayor to
17 submit to the Board a proposed amendment to the biennial budget; now, therefore be it

18 RESOLVED, That the upcoming budgetary cycle for these departments: Airport, Port,
19 and Public Utilities Commission; shall be a fixed budgetary cycle in which the biennial budget
20 will remain in effect for the two fiscal years ending June 30, 2027, and June 30, 2028; and, be
21 it

22 FURTHER RESOLVED, That "significant increases or decreases in revenues" in the
23 following funds shall be defined as a greater than five percent increase or decrease between
24 the adopted and projected revenues for the second year of each of these departments'
25

1 biennial budgets: San Francisco International Airport Funds, Port of San Francisco Funds,
2 and San Francisco Public Utilities Commission Funds; and, be it

3 FURTHER RESOLVED, That "significant increases or decreases in revenues" in the
4 General Fund shall be defined as a greater than two and one half percent increase or
5 decrease between the adopted and projected revenues for the second year of each of the
6 departments' biennial budgets; and, be it

7 FURTHER RESOLVED, That "significant increases or decreases in expenditures" shall
8 be defined as those expenditure increases or decreases required to address the significant
9 increases or decreases in revenue as defined above; and, be it

10 FURTHER RESOLVED, That no later than May 1, 2027, the Controller will submit to
11 the Mayor and the Board of Supervisors a report stating whether the Controller projects that
12 the funds for the Airport, Port, and Public Utilities Commission, will experience significant
13 increases or decreases in revenues or expenditures, as defined in this Resolution, during the
14 second year of the budgetary cycle, and will update that report as additional information
15 becomes available; and, be it

16 FURTHER RESOLVED, That no later than June 1, 2027, the Mayor will submit to the
17 Board of Supervisors a proposed budget amendment to the biennial budget responding to the
18 Controller's report.