

LEGISLATIVE DIGEST

[Administrative Code - Budget Savings Incentive Fund Expenditures]

Ordinance amending the Administrative Code to suspend the restrictions on expenditure of monies in the Budget Savings Incentive Fund during FY2020-2021 and FY2021-2022, and to authorize the use of monies in that Fund during those fiscal years for any purpose related to the City's response to the COVID-19 pandemic or the pandemic's economic impacts.

Existing Law

The City maintains a Budget Savings Incentive Fund to implement cost-saving strategies and reinvest those savings in one-time expenditures. Departments that have generated year-end savings may request disbursements from the Fund to support one-time costs, such as expenditures that improve the efficiency of departmental operations, reduce the cost of service delivery, generate additional revenue, or meet deferred maintenance needs. The Controller holds the funds until the Board of Supervisors approves the disbursements.

Amendments to Current Law

The proposed ordinance would suspend the restrictions on expenditure of money in the Budget Savings Incentive Fund during fiscal years 2020-21 and 2021-22. The ordinance would authorize departments to use those funds for any purpose related to the City's response to the COVID-19 pandemic or the pandemic's economic impacts, as long as the Board approves the spending in an appropriation ordinance.

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