

AUGUST GENERAL GOVERNMENT SUMMARY – AB 179

Please note, the below summary only highlights items anticipated to be of interest to local health departments.

Projected Surplus Temporary Holding Account (GOV 16418.7)

- Establishes the Projected Surplus Temporary Holding Account in the State Treasury as a General Fund reserve to hold a portion of General Fund surplus moneys temporarily for use in future fiscal years as an added responsible budgeting technique to counter tax revenue volatility.
- Requires any transfer to the account to be indicated in the annual Budget Act.
- Requires that funds transferred to the Projected Surplus Temporary Holding Account to remain in that account for no more than one year from the date of deposit, after which time funds shall be transferred to the General Fund unless the next annual Budget Act appropriates all or part of moneys for other state purposes.
- Authorizes the State Controller to use funds in the account for cashflow loans to the General Fund pursuant to GOV 16310 and 16381.
- Specifies the account shall be in effect as a pilot budgeting project until December 31, 2030.