

Office of the City Manager

REVISED AGENDA MATERIAL for Supplemental Packet 2

Meeting Date: June 30, 2026

Item Number: 47

Item Description: Voluntary Time Off Program for Fiscal Year 2027

Submitted by: Maricar Dupaya, Budget Manager
City Manager’s Office

The information report is revised to reflect additional dates to the VTO Program for FY 2027. During the adoption of the FY 2027- FY 2028 biennial budget, the Mayor’s Budget recommendation added 11 additional VTO days for FY 2027. This was intended to generate approximately \$87,000 in General Fund savings to help fund priority programs and projects, as well as to restore positions in FY 2027.

Original Information Report:

As a citywide cost-saving measure, the City Manager is designating 16 days of Voluntary Time Off (VTO) in Fiscal Year 2027 (July 1, 2026 to June 30, 2027) and authorizing certain City offices and non-essential services to temporarily close for those days.

Date (2026)	Day	Date (2027)	Day
July 10	Friday	January 8	Friday
August 14	Friday	February 11**	Thursday
September 11	Friday	March 12	Friday
October 9	Friday	April 9	Friday
November 3*	Tuesday	May 14	Friday
December 11	Friday	June 11	Friday
December 28	Monday		
December 29	Tuesday		

Date (2026)	Day	Date (2027)	Day
December 30	Wednesday		
December 31	Thursday		
	10 days (2026)		6 days (2027)

* VTO day in November is moved to Tuesday, November 3 due to 2026 Election Day.

** Please note that Friday, February 12, 2027, is observed Lincoln's Birthday.

Revised Information Report:

As a citywide cost-saving measure, the City Manager is designating 27 days of Voluntary Time Off (VTO) in Fiscal Year 2027 (July 1, 2026 to June 30, 2027) and authorizing certain City offices and non-essential services to temporarily close for those days

Date (2026)	Day	Date (2027)	Day
July 10	Friday	January 8	Friday
August 14	Friday	February 11**	Thursday
September 11	Friday	March 12	Friday
October 9	Friday	March 30***	Tuesday
November 3*	Tuesday	March 31***	Wednesday
November 23***	Monday	April 1***	Thursday
November 24***	Tuesday	April 2***	Friday
November 25***	Wednesday	April 9	Friday
December 11	Friday	May 14	Friday
December 21***	Monday	June 11	Friday
December 22***	Tuesday		
December 23***	Wednesday		
December 24***	Thursday		
December 28	Monday		
December 29	Tuesday		
December 30	Wednesday		
December 31	Thursday		
	17 days (2026)		10 days (2027)

* VTO day in November is moved to Tuesday, November 3 due to 2026 Election Day.

** Please note that Friday, February 12, 2027, is observed Lincoln's Birthday.

*** Additional 11 days of VTO in FY 2027 as per Mayor's Budget Recommendation during the FY 2027-FY2028 Biennial Budget adoption.



Office of the City Manager

INFORMATION CALENDAR

June 30, 2026

To: Honorable Mayor and Members of the City Council

From: Paul Buddenhagen, City Manager

Submitted by: Maricar Dupaya, Budget Manager

Subject: Voluntary Time Off Program for Fiscal Year 2027

INTRODUCTION

As a citywide cost-saving measure, the City Manager is designating 27 days of Voluntary Time Off (VTO) in Fiscal Year 2027 (July 1, 2026 to June 30, 2027) and authorizing certain City offices and non-essential services to temporarily close for those days.

CURRENT SITUATION AND ITS EFFECTS

The originally proposed 16 VTO days follow a schedule like Fiscal Year 2026, with City offices generally closing on every second Friday, with additional days during the last week of December 2026 (December 28 - December 31).

During the adoption of the FY 2027- FY 2028 biennial budget, the Mayor’s Budget Recommendation added 11 additional VTO days for FY 2027. This was intended to generate approximately \$87,000 in General Fund savings to help fund priority programs and projects, as well as to restore positions in FY 2027.

The proposed VTO days are as follows:

Date (2026)	Day	Date (2027)	Day
July 10	Friday	January 8	Friday
August 14	Friday	February 11**	Thursday
September 11	Friday	March 12	Friday
October 9	Friday	March 30***	Tuesday
November 3*	Tuesday	March 31***	Wednesday
November 23***	Monday	April 1***	Thursday
November 24***	Tuesday	April 2***	Friday
November 25***	Wednesday	April 9	Friday

Date (2026)	Day	Date (2027)	Day
December 11	Friday	May 14	Friday
December 21***	Monday	June 11	Friday
December 22***	Tuesday		
December 23***	Wednesday		
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	17 days (2026)		10 days (2027)

- * VTO day in November is moved to Tuesday, November 3 due to 2026 Election Day.
- ** Please note that Friday, February 12, 2027, is observed Lincoln’s Birthday.
- *** Additional 11 days of VTO in FY 2027 as per Mayor’s Budget Recommendation during the FY 2027-FY2028 Biennial Budget adoption.

The purpose of VTO days is to generate savings to help balance the budget. The program is projected to achieve savings of \$450,971 on an all-funds basis in Fiscal Year 2026. Since FY 2021, the actual savings per VTO day have been lower than in prior fiscal years, primarily due to the closure of City facilities and the implementation of remote work arrangements. Although a hybrid work schedule for City employees remains in place, the program continues to provide meaningful cost savings and is recommended for continuation in Fiscal Year 2027.

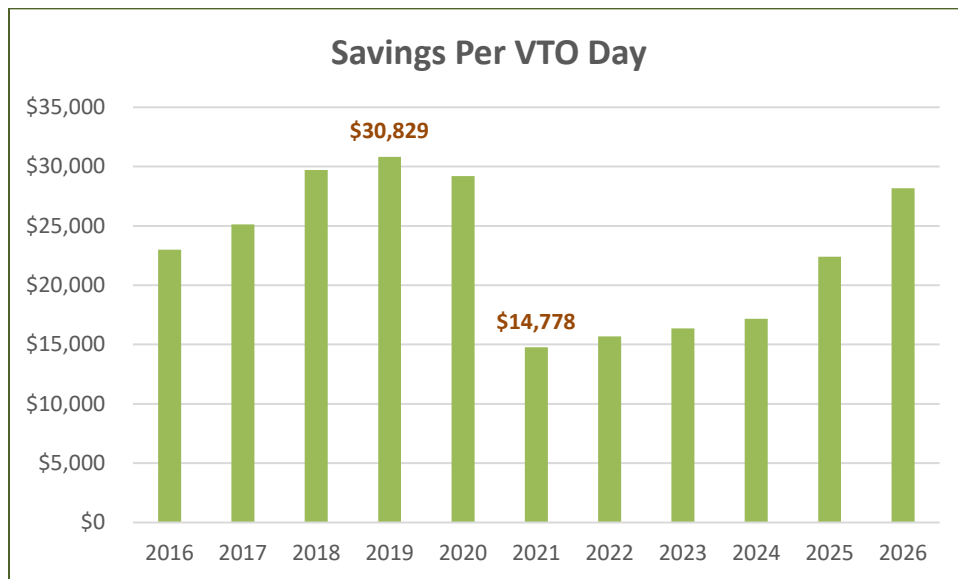
Voluntary Time Off Salary Savings

Fiscal Year	Number of VTO Days	Base Salary Savings	Savings Per VTO Day
2016	16	\$367,821	\$22,989
2017	16	\$402,070	\$25,129
2018	16	\$475,400	\$29,713
2019	17	\$524,086	\$30,829
2020	16	\$467,108	\$29,194
2021	17	\$251,229	\$14,778
2022	16	\$251,148	\$15,697
2023	16	\$261,628	\$16,352
2024	16	\$274,582	\$17,161
2025	16	\$358,389	\$22,399
2026	16	*\$450,971	\$28,186

*Annualized projection

The VTO program is recommended to continue in Fiscal Year 2027 and will be reevaluated later to determine whether the VTO program will also be implemented in Fiscal Year 2028.

As shown in the chart below, the average savings per VTO day within the last decade ranged from \$14,800 to \$30,800.



In Fiscal Year 2026, staff considered the impact that the VTO days had on City services. It was determined that the VTO days were, in general, not having a significant detrimental effect on the City’s ability to provide quality services. Potential inconveniences to residents were mitigated in several ways, including keeping the 311 Customer Call Center open on VTO days, adjusting due dates for fines, and posting clear signs in advance of closure dates.

BACKGROUND

The concept for a VTO program was proposed in 2004 by the labor unions representing non-sworn employees as an alternative to a mandatory closure of City offices (“furloughs”) and staff layoffs. The VTO program designates certain days City offices are closed to the public while allowing staff to take paid or unpaid leave or voluntarily report to work. The VTO closures have permitted staff to reduce their vacation leave balances and eliminate the costly past practice of buying back vacation leave balances, which in turn has allowed the City to reduce its cost to pay out accrued vacation leave upon an employee’s separation from employment.

Likewise, the City Council approved a recommendation that designates any Statewide Election, including Primary and Special Statewide Elections, as VTO days¹. Election Day occurs on the Tuesday after the first Monday in November of each even-numbered year, with the corresponding Primary Day occurring on the Tuesday after the first Monday of March.

Service Impacts: The VTO program has generated minimal complaints from the public regarding the office closures and reduced services because many key services remain open to the public, while other services can be provided on a callback basis.

During VTO days, customer service counters at the Finance Customer Service Center and Permit Service Center are closed to the public. When Customer Service Center offices are closed, customers may access the drop box which is located outside 1947 Center building. Customers are redirected to access the drop box through signage to the Rent Board Office at 2125 Milvia Street on VTO days in the last week of December. When the Permit Service Center is closed, building inspection services continue to be available to the public when City approvals are required for time-sensitive projects. The permit mailbox has been configured to accept emails from applicants on VTO days including applications for all types of building-related permits. In addition, Permit Service Center cashiers work most of the VTO days to return customer calls and process payments. The City will continue to notify the public of City VTO closure dates through public noticing, the press, voicemail messages, and signage.

The Voluntary Time Off Program for Fiscal Year 2027 is a Strategic Plan Priority, advancing our goal to provide an efficient and financially healthy City government.

ENVIRONMENTAL SUSTAINABILITY AND CLIMATE IMPACTS

VTO days may reduce vehicle miles traveled associated with City employees' work commute. Otherwise, there are no identifiable environmental and climate effects or opportunities associated with the subject of this report.

POSSIBLE FUTURE ACTION

We are continuing the VTO program in Fiscal Year 2027. However, the City Manager will reassess the economic impact as well as the cost benefit to the public of continuing these temporary closures of City offices for Fiscal Year 2028.

1

https://records.cityofberkeley.info/PublicAccess/api/Document/AflClpxxSiesVU%C3%81UeV6uHvDcSM347Ko0EvBQfWOAcMZctkvZVLhegoOT5Gsbt38OjQY6FVXdfzeliGPO5gabOg4=

FISCAL IMPACTS OF POSSIBLE FUTURE ACTION

Cost savings are achieved on an annual basis from the VTO program. Since Fiscal Year 2016, annual cost savings ranging from \$251,000 to \$524,000 have been achieved from the VTO program.

CONTACT PERSON

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