



March 20, 1990

Honorable Mayor Agnos  
 City and County of San Francisco  
 Room 200 - City Hall

Honorable Board of Supervisors  
 City and County of San Francisco  
 Room 235 - City Hall

RE: Executive Overview - General Fund Balance  
 Projection to June 30, 1990

Ladies and Gentlemen:

Based upon operations through the seven months ended January 31, 1990 and in the case of certain revenues, cash collections through March 9, 1990, our general fund balance is projected to be \$42.7 million at fiscal year end.

This projected General Fund Balance is composed of the following:

	<u>(In Thousands)</u>
Unappropriated revenue reserves June 30, 1989	\$ 15,004
Add:	
Close Out of Prior Year Encumbrances	7,064
Close Out of Other Reserves	4,800
Estimated Recovery of Earthquake expenditures net	4,528
Estimated Reimbursement Of SB99 Tobacco Tax.	<u>14,500</u> <u>30,892</u>
Less:	
Adjustments to Prior Year Revenues	< 1,531 >
Interest Expense On State Hospital Loans	< 1,899 >
Reserve for Earthquake Costs Pending Rebate	< 3,800 >
Supplemental Appropriations thru 3/1/90	<u>&lt; 3,616 &gt;</u> <u>&lt; 10,846 &gt;</u>
	 \$ 35,050

Total from previous page

35,050

Projected General Fund Operations to June 30, 1989

	<b>Budget/Actual Variance Favorable (Unfavorable)</b>	
<b>REVENUES</b>		
Property Taxes	\$ 3,878	
Business Tax	< 532 >	
Other Local Taxes	< 5,990 >	
Grants and Subventions	6,330	
Licenses Fees and Penalties	< 6,399 >	
Interest and Investment Earnings	< 779 >	
Recovery of general government costs	227	
Others	<u>129</u>	
		< 3,052 >
<b>EXPENDITURES (Net of Estimated FEMA Reimbursement)</b>		
Public Protection	< 380 >	
Public Works	216	
Human Welfare Neighborhood & Devlp.	< 5,953 >	
Community Health	2,975	
Culture and Recreation	907	
General Administration Finance	<u>8,528</u>	
		<u>6,294</u>
Net General Fund Operating Surplus, - Projection over Budget		\$ <u>3,242</u>
Surplus (deficit) from subsidize enterprise operations and transfers:		
Muni Railway	7,378	
S.F. General Hospital	1,463	
Laguna Honda Hospital	6,695	
Transfers to Special Revenue Funds	< 731 >	
Reduced Operating Transfers: Hetch Hetchy SFIA	< 10,000 > <u>&lt; 400 &gt;</u>	
		<u>4,405</u>
Projected Undesignated General Fund Balance June 30, 1990		\$ <u>42,697</u>

**GENERAL FUND**

Revenues in total show an unfavorable variance of \$3 million which is mainly comprised of a \$3.8 million increase in property taxes (which are being made whole by the State from reductions due to earthquake damage) and increased motor vehicle in lien taxes \$3.5 million. Unfavorable variances include reduced business taxes of \$.5 million, Utility users taxes of \$2.5 million, decreased Hotel Room taxes of \$1.6 million, decreased sales taxes of \$2.0 million and reduced license fines and penalties (primarily parking) of \$6.4 million.

Favorable General Fund expenditure variances of \$6.3 million result from projected underspending by most City departments. Major underspending is projected at the Police Department of \$2.3 million, the Health Department \$1.7 million, Community Mental Health \$1.1 million, City wide judgements and claims \$5.8 million and health services contributions of \$1.6 million.

Major projected over expenditures include \$3.1 million for the Fire Departments extended work week costs, and \$3.2 million for general assistance costs.

#### MUNICIPAL RAILWAY

Is projected to generate a \$7.3 million favorable variance due to expenditure savings of \$2.9 million and the close out of excess reserves totalling \$4.4 million.

#### SAN FRANCISCO GENERAL HOSPITAL

Projects that revenues and expenditures will remain close to budget, however, a \$1.5 million surplus will result from the close out of a prior year encumbrance reserve.

#### LAGUNA HONDA HOSPITAL

The projected \$6.7 million favorable variance primarily results from increased revenues of \$4.5 million from their Medi-Cal rate increase, and expenditure savings of \$1.6 million.

#### Hetch Hetchy Operating Transfer:

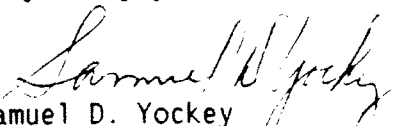
Due to the continuation of the drought, the \$25 million operating transfer from Hetch Hetchy will be reduced by \$10 million so as not to cause an operating deficit in that fund.

#### SUMMARY

These operational highlights are summarized from the attached detailed fund balance projection report dated March 19, 1990.

This report will be the only projection report issued for the 1989-90 fiscal year. As this office continues to monitor revenues and expenditures for significant activity through June 30, 1990, we will provide updates to the Mayor and the Board of Supervisors if any major trends change.

Very truly yours,

  
Samuel D. Yockey  
Controller

**CITY AND COUNTY OF SAN FRANCISCO**

Fund Balance Projections

To June 30, 1990

---

FOR GENERAL AND  
SUBSIDIZED ENTERPRISE FUNDS

BASED UPON THE PERIOD ENDED  
JANUARY 30, 1990

Prepared By the  
Office of the Controller  
March 19, 1990

<u>DESCRIPTION</u>	<u>PAGE</u>
SECTION I - PROJECTED RESULTS OF CURRENT OPERATIONS	1
SCHEDULE OF BUDGETED AND PROJECTED REVENUES, EXPENDITURES & GENERAL FUND BALANCE	2
SECTION II - PROJECTED REVENUES	4
SCHEDULE OF BUDGETED AND PROJECTED REVENUES GENERAL FUND	5
SCHEDULE OF BUDGETED AND PROJECTED REVENUES MUNICIPAL RAILWAY - SAN FRANCISCO GENERAL HOSPITAL	7
SCHEDULE OF BUDGETED AND PROJECTED REVENUES LAGUNA HONDA HOSPITAL	8
NOTES TO REVENUE PROJECTIONS	9
SECTION III - PROJECTED EXPENDITURES	12
SCHEDULE OF BUDGETED AND PROJECTED EXPENDITURES GENERAL FUND	13
NOTES TO EXPENDITURE PROJECTIONS	15

**SECTION I**

---

**PROJECTED OPERATIONS**

**(Revenues, Expenditures, Operating Transfers  
And General Fund Balance)**

SCHEDULE OF BUDGETED AND PROJECTED REVENUES, EXPENDITURES AND FUND BALANCE

For year ended June 30, 1990

As of January 31, 1990

(in thousands)

FBP89-90 WK1

16-Mar-90

04:15 PM

GENERAL FUND	F.Y. 1989-90				EARTHQUAKE RECOVERABLE EXPENDITURES	NET VARIANCE FAVORABLE (UNFAVORABLE)
	ACTUAL FY 88-89	REVISED BUDGET	CURRENT PROJECTION	VARIANCE FAVORABLE (UNFAVORABLE)		
<b>REVENUES</b>						
Property taxes	\$ 382,132	415,757	419,635	3,878		3,878
Business taxes	143,515	151,226	150,694	(532)		(532)
Other local taxes	174,229	178,100	172,110	(5,990)		(5,990)
Grants & subventions	298,702	302,197	308,527	6,330		6,330
Licenses, fines & penalties	47,464	55,478	49,079	(6,399)		(6,399)
Interest & investment earnings	19,261	17,852	18,390	538		538
Charges for services	29,186	51,991	51,212	(779)		(779)
Recovery of general government costs	7,460	6,169	5,942	(227)		(227)
Other	589	249	378	129		129
<b>Total revenues</b>	<b>1,102,536</b>	<b>1,179,019</b>	<b>1,175,967</b>	<b>(3,052)</b>		<b>(3,052)</b>
<b>EXPENDITURES &amp; ENCUMBRANCES</b>						
Public protection	405,239	450,118	452,288	(2,170)	1,790	(388)
Public works, transportation & commerce	19,004	21,718	21,829	(111)	327	216
Human welfare & neighborhood development	219,243	239,603	245,583	(5,980)	27	(5,953)
Community health	119,862	145,069	142,123	2,945	30	2,975
Culture & recreation	57,916	65,020	64,160	860	47	907
General administration & finance	98,485	128,882	120,457	8,425	103	8,528
<b>Total expenditures &amp; encumbrance</b>	<b>919,749</b>	<b>1,050,409</b>	<b>1,046,440</b>	<b>3,970</b>	<b>2,324</b>	<b>6,294</b>
Excess (deficiency) of revenues over (under) expenditures & encumbrances	182,787	128,610	129,527	918	2,324	3,242
<b>OTHER FINANCING SOURCES (USES)</b>						
Operating transfers in from:						
SF Airport Operating Fund	10,878	12,500	12,500	0		0
Hetch Hetchy Operating Fund	25,204	25,138	25,138	0		0
Water Operating Fund	2,398	2,232	2,232	0		0
Special Revenue Funds	16,094	13,507	13,507	0		0
<b>Total Operating transfers in</b>	<b>54,574</b>	<b>53,377</b>	<b>53,377</b>	<b>0</b>		<b>0</b>
Operating transfers out to:						
Municipal Railway						
Revenues	126,591	130,713	130,713	0		0
Expenditures & encumbrances	(233,780)	(252,870)	(250,220)	2,650	314	2,964
Other Financing Sources (Uses)	(3,146)	632	632	0		0
Close-out of Prior Year Encumbrances	705	0	844	844		844
Close-out of Reserve for Worker's Comp.	0	0	700	700		700
Close-out of Reserve for Claims	0	0	2,870	2,870		2,870
<b>Contribution to Muni Railway</b>	<b>\$ (109,630)</b>	<b>(121,525)</b>	<b>(114,461)</b>	<b>7,064</b>	<b>314</b>	<b>7,378</b>

(Continued to next page)

SCHEDULE OF BUDGETED AND PROJECTED REVENUES, EXPENDITURES AND FUND BALANCE

For year ended June 30, 1990

As of January 31, 1990

(in thousands)

GENERAL FUND (Continued)	F.Y. 1989-90				EARTHQUAKE RECOVERABLE EXPENDITURES	NET VARIANCE FAVORABLE (UNFAVORABLE)
	ACTUAL FY 88-89	REVISED BUDGET	CURRENT PROJECTION	VARIANCE FAVORABLE (UNFAVORABLE)		
San Francisco General Hospital						
Revenues	\$ 130,612	143,211	142,866	(345)		345
Expenditures & encumbrances	(173,869)	(207,600)	(207,452)	148	98	246
Other Financing Sources (uses)	(7,817)	(285)	(285)	0		0
Close-out of Prior Year Encumbrances	890	0	1,562	1,562		1,562
Contribution to SFGH	(50,175)	(64,674)	(63,309)	1,365	98	1,463
Laguna Honda Hospital						
Revenues	66,623	65,753	70,273	4,520		4,520
Expenditures & encumbrances	(69,926)	(81,110)	(79,566)	1,604	14	1,618
Other Financing Sources (uses)	(22)	(75)	(75)	0		0
Close-out of Prior Year Encumbrances	382	0	557	557		557
Contribution to LHH	(2,943)	(15,432)	(8,751)	6,681	14	6,695
Special Revenue Funds	(9,272)	(10,881)	(11,612)	(731)		(731)
Capital Project Funds	(19,039)	(3,221)	(3,221)	0		0
Total Operating transfers out	(191,059)	(215,733)	(201,354)	14,379	426	14,805
Total other financing sources (uses)	(136,485)	(162,356)	(158,377)	3,979	426	4,405
Excess (deficiency) of revenues & other sources over (under) expenditures, encumbrances & other uses	\$ 46,304	(33,746)	(28,850)	4,897	2,750	7,647
Unappropriated Revenue Reserves (from 1989/90 Annual Appropriation Ordinance)				15,004		15,004
Subsequent revenue and appropriation amendments:						
Close-out of Prior Year Encumbrances				7,064		7,064
Close-out of Reserve for Underrecovery of DPW-Pooled Funds				3,800		3,800
Close-out of Special Program Reserves				1,000		1,000
Adjustments to Prior Year Revenues (exclusive of Property Taxes):				(1,531)		(1,531)
Due to SFGH for interest expense on State loans				(1,899)		(1,899)
Estimated recovery of earthquake expenditures				7,278	(2,750)	4,528
Reserve for earthquake cost pending FEMA/State reimbursement				(3,800)		(3,800)
Estimated reimbursement for increased cost incurred for health care of indigent persons from Tobacco Tax Fund				14,500		14,500
Supplemental appropriations:						
Funds certified (thru 3/1/90) from General Reserve				(3,616)		(3,616)
Projected Undesignated General Fund Fund Balance at June 30, 1990				\$ 42,697		42,697



**SECTION II**

---

**PROJECTED REVENUES**

SCHEDULE OF BUDGETED AND PROJECTED REVENUES  
YEAR ENDED JUNE 30, 1990  
As of January 31, 1990  
(In Thousands)

	FY 89-90			VARIANCE FAVORABLE (UNFAVORABLE)
	ACTUAL FY 88-89	REVISED BUDGET	CURRENT PROJECTION	
GENERAL FUND				
-----				
PROPERTY TAXES				
Current year - secured	\$ 324,346	\$ 356,220	\$ 356,116	\$ (104) (A)
Current year - unsecured	35,744	38,060	41,486	3,426 (A)
Other	22,042	21,477	22,033	556 (A)
	-----			-----
Total property taxes	382,132	415,757	419,635	3,878
	-----			-----
BUSINESS TAXES				
Business registration tax	7,409	7,200	8,408	1,208 (B)
Business tax	19,226	21,146	20,375	(771) (B)
Payroll tax	116,880	122,880	121,911	(969) (B)
	-----			-----
Total business taxes	143,515	151,226	150,694	(532)
	-----			-----
OTHER LOCAL TAXES				
Franchise tax	5,165	4,800	5,679	879 (C)
Real property transfer tax	24,788	21,000	20,250	(750) (D)
Parking tax	17,349	18,000	18,000	0
Utility users tax	25,096	27,200	24,645	(2,555) (E)
Hotel room tax	18,292	19,000	17,436	(1,564) (F)
Sales tax	83,539	88,100	86,100	(2,000) (G)
	-----			-----
Total other local taxes	174,229	178,100	172,110	(5,990)
	-----			-----
GRANTS AND SUBVENTIONS				
Homeowners property tax	6,100	5,900	5,900	0
Trial court funding	7,244	15,278	15,344	66
Motor vehicle in lieu - county	33,640	34,100	35,920	1,820 (H)
Motor vehicle in lieu - city	25,695	25,914	27,597	1,683 (H)
Cigarette tax	2,199	2,200	1,987	(213)
Mental health subventions	21,830	22,333	22,433	100
County health services - state	15,763	16,560	16,511	(49)
Medically indigent adult	2,867	2,867	2,867	0
Social services subventions	150,353	164,818	167,741	2,923 (I)
Grants	647	733	733	0
Other	13,566	11,494	11,494	0
	-----			-----
Total grants and subventions	279,904	302,197	308,527	6,330
	-----			-----

-- See notes following schedules --

SCHEDULE OF BUDGETED AND PROJECTED REVENUES  
YEAR ENDED JUNE 30, 1990  
As of January 31, 1990  
(In Thousands)

	FY 89-90			VARIANCE FAVORABLE (UNFAVORABLE)
	ACTUAL FY 88-89	REVISED BUDGET	CURRENT PROJECTION	
GENERAL FUND (Continued)				
-----				
LICENSES, FINES AND PENALTIES				
Licenses	\$ 4,521	\$ 5,780	\$ 5,233	\$ (547) (J)
Traffic fines - parking	37,612	44,675	38,376	(6,299) (K)
Traffic fines - moving	3,642	3,670	3,935	265 (K)
Other fines and penalties	1,689	1,353	1,535	182
	-----	-----	-----	-----
Total licenses, fines and penalties	47,464	55,478	49,079	(6,399)
	-----	-----	-----	-----
USE OF MONEY OR PROPERTY				
Interest and other investment earnings	15,744	14,186	14,724	538 (L)
Other use of money or property	3,517	3,666	3,666	0
	-----	-----	-----	-----
Total use of money or property	19,261	17,852	18,390	538
	-----	-----	-----	-----
CHARGES FOR SERVICES				
Parking meter collections	9,091	9,400	10,131	731 (M)
General government service charges	12,574	12,284	12,194	(90)
Public safety service charges	4,521	4,184	4,123	(61)
Hospital service charges	18,798	21,822	20,387	(1,435) (N)
Other service charges	3,000	4,301	4,377	76
	-----	-----	-----	-----
Total charges for services	47,984	51,991	51,212	(779)
	-----	-----	-----	-----
RECOVERY OF GENERAL GOV'T. COSTS	7,460	6,169	5,942	(227) (O)
	-----	-----	-----	-----
OTHER REVENUES	589	249	378	129
	-----	-----	-----	-----
TOTAL REVENUES	\$1,102,538	\$1,179,019	\$1,175,967	\$ (3,052)
	=====	=====	=====	=====

-- See notes following schedules --

SCHEDULE OF BUDGETED AND PROJECTED REVENUES  
 YEAR ENDED JUNE 30, 1990  
 As of January 31, 1990  
 (In Thousands)

	FY 89-90			VARIANCE FAVORABLE (UNFAVORABLE)
	ACTUAL FY 88-89	REVISED BUDGET	CURRENT PROJECTION	
<b>MUNICIPAL RAILWAY</b>				
-----				
SUBVENTIONS				
Sales tax allocation - MTC	\$ 35,000	\$ 39,500	\$ 39,900	\$ 400 (P)
Operating assistance	7,977	8,000	7,900	(100) (P)
MTC bridge toll allocation	3,740	3,358	3,358	0
Grants	1,371	0	0	0
	-----	-----	-----	-----
Total grants and subventions	48,088	50,858	51,158	300
	-----	-----	-----	-----
CHARGES FOR SERVICES				
Passenger fares	75,423	76,700	76,400	(300) (P)
Other	3,080	3,155	3,155	0
	-----	-----	-----	-----
Total charges for services	78,503	79,855	79,555	(300)
	-----	-----	-----	-----
TOTAL REVENUES	\$ 126,591	\$ 130,713	\$ 130,713	\$ 0
	=====	=====	=====	=====
<b>SAN FRANCISCO GENERAL HOSPITAL</b>				
-----				
INTEREST EARNED	\$ 1,712	\$ 2,637	\$ 2,637	\$ 0
SUBVENTIONS				
County health services	22,659	23,699	23,699	0
Medically indigent adult	24,946	24,305	24,353	48 (Q)
SLIAG	1,022	1,222	1,222	0
	-----	-----	-----	-----
Total subventions	48,627	49,226	49,274	48
	-----	-----	-----	-----
CHARGES FOR SERVICES				
Patient net revenue	79,241	89,566	89,173	(393) (Q)
Other	1,032	1,782	1,782	0
	-----	-----	-----	-----
Total charges for services	80,273	91,348	90,955	(393)
	-----	-----	-----	-----
TOTAL REVENUES	\$ 130,612	\$ 143,211	\$ 142,866	\$ (345)
	=====	=====	=====	=====

-- See notes following schedules --

SCHEDULE OF BUDGETED AND PROJECTED REVENUES  
 YEAR ENDED JUNE 30, 1990  
 As of January 31, 1990  
 (In Thousands)

	FY 89-90			VARIANCE FAVORABLE (UNFAVORABLE)
	ACTUAL FY 88-89	REVISED BUDGET	CURRENT PROJECTION	
LAGUNA HONDA HOSPITAL				
-----				
SUBVENTIONS				
Grants	\$ 1	\$ 0	\$ 0	\$ 0
County health services	591	614	614	0
-----				
Total subventions	592	614	614	0
-----				
CHARGES FOR SERVICES				
Hospital service charges	65,766	64,875	69,431	4,556 (R)
Other	265	264	228	(36) (R)
-----				
Total charges for services	66,031	65,139	69,659	4,520
-----				
TOTAL REVENUES	\$ 66,623	\$ 65,753	\$ 70,273	\$ 4,520
	=====	=====	=====	=====

-- See notes following schedules --

## NOTES TO REVENUE PROJECTION

June 30, 1990

As of January 31, 1990

### (A) Property Taxes

Current year property tax projections are based on recorded levies through January 31, 1990 and historical delinquency rates. Current year unsecured property tax levies have increased substantially over estimates due to late filings and the General Fund should benefit by \$3.4 million. Other property taxes, prior years' levies and penalties, are expected to be \$0.6 million higher than projected. The increase is due to collections of prior years' unsecured taxes, offset by a variety of refunds related to lawsuits and other claims.

This projection is based upon full reimbursement from the State for reduced property taxes due to earthquake damage in the current year.

### (B) Business Taxes

Based on actual collection information from the Tax Collector's Office for the final 1989 payroll and business taxes payments as of March 9, 1990, we estimate a downward trend for the fiscal year. The 1990 business registration payments may be less than projected based on collections to date because many renewals were not received during the regular processing of the business/payroll taxes. The Tax Collector's staff is investigating the matter. They are optimistic, however, that the registration fees will exceed the budget by the projected amount.

### (C) Franchise Taxes

Of the total positive variance computed, \$700,000 is expected to be derived from increased cable television subscriptions and the balance is anticipated to come from gas and electric franchise fees.

### (D) Real Property Transfer Tax

The slump in real estate sales is continuing and more houses for sale are on the market longer now than last year. This decline is also partly attributable to the earthquake. The expected result is a revenue shortfall of about \$750,000 from real property transfer taxes.

### (E) Utility Users Tax

The budgeted increase of 8.4% will not be reached this year based on usage reported by the utility companies for the first seven months of the fiscal year. Since the start of the fiscal year the reported taxable telephone usage has been declining while electric and gas consumption is increasing. It is estimated that the January, 1990 rate changes approved by the State PUC will not materially affect the outcome of this projection. Based on the current trend there will be an unfavorable variance of about \$2.6 million.

### (F) Hotel Tax

Hotel tax collections for the last calendar quarter, which include the period of the earthquake disaster, show a 16% decline compared to the same period for the prior year. The hotel industry estimates a return to near normal conditions this summer. If increased tourism related to recent

## NOTES TO REVENUE PROJECTION

### (F) Hotel Tax

marketing strategies prove effective, occupancy rates for the rest of the fiscal year could increase, but overall, total revenues may reach only 90% of prior year's level. However, if the market does not bounce back early, the General Fund could incur a deficiency greater than the \$1.6 million included in this report.

### (G) Sales Tax

Sales tax collections during the calendar fourth quarter were negatively impacted by the earthquake and resulted in a decline from projected growth of \$1.2 million. The other three quarters of the fiscal year are expected to be short of our projections by an additional \$.8 million.

### (H) Motor Vehicle In Lieu

The projected increase is based on the State's most recent estimate of the City's share of the apportionment of the motor vehicle license fees for this year.

### (I) Social Services Subventions

The revenue increase is projected to match a comparable net increase in subsidized program expenditures.

### (J) Licenses

Estimated revenues to be generated from various miscellaneous business licenses will not be met based on current trend.

### (K) Traffic Fines

The decrease in parking fines revenue is primarily caused by a delay in implementing the approved increased traffic fines which were originally slated for October, 1989 and actually started in December, 1989. Collection information gathered on remittances through February, 1990, despite the increased bail amounts, still showed an average 7% decrease compared to last year. Our projection, however, takes into account increased enforcement of parking and traffic regulations for the rest of the fiscal year.

### (L) Interest and Investment Earnings

Projected interest income will result in a favorable variance of \$538 thousand. However, the State loan to San Francisco General Hospital (net of interest earned directly by San Francisco General Hospital) will require the General Fund to appropriate \$1.899 million of revenue earnings according to the Annual Appropriation Ordinance provisions. Accordingly, the true interest earnings will be a \$1.361 million shortfall. The shortfall is due to the continuing decline in normal General Fund cash balance.

## NOTES TO REVENUE PROJECTION

### (M) Parking Meter Collections

It is expected that parking meter collections will exceed the budgeted revenues this year. However, the excess has no impact on the General Fund because, by ordinance, any collections in excess of \$6 million dollars will be transferred to the Off-Street Parking Fund.

### (N) Hospital Service Charges

As reported by the Public Health Dept. staff, the unfavorable variance is composed of the following accounts:

- Short Doyle	\$623,265
- MediCal	262,876
- Medicare	319,149
- Patient payments	229,214
	<u>\$1,434,504</u>

Most of the unrealizable revenues are due to the delay in opening various health centers and the 2% COLA which was never received.

### (O) Recovery of General Government Costs

The unfavorable variance represents the difference between the budgeted revenue coming from the Water Department and related budgeted indirect cost (expenditure) which was reduced during last year's budget process.

### (P) Municipal Railway

Updated information furnished by PUC staff showed that Muni Railway's subventions will be above budgeted figures. However, due to the earthquake and the crane accident in the financial district, passenger revenues will be down. Overall, Muni is expected to realize its total estimated revenues.

### (Q) San Francisco General Hospital

Data provided by department staff shows that San Francisco General Hospital will be slightly short of its total revenue goals this year.

### (R) Laguna Honda Hospital

The original budget did not anticipate the 12% increase in MediCal rates which became effective August 1, 1989. The latest calculation made by the hospital's staff shows that, with the MediCal rate increase, they will end the fiscal year with a favorable variance.

### (S) Hetch Hetchy Operating Transfer

Due to the continuance of the drought, Hetch Hetchy reports that the full operating transfer of \$25 million will create an operating deficit and accordingly only \$15 million will be transferred in the current year.



**SECTION III**

**PROJECTED EXPENDITURES**

---

SCHEDULE OF BUDGETED AND PROJECTED EXPENDITURES  
 For year ended June 30, 1990  
 As of January 31, 1990  
 (in thousands)

16-Mar-90  
 04:37 PM

GENERAL FUND	ACTUAL FY 88-89	REVISED BUDGET	CURRENT PROJECTION	VARIANCE FAVORABLE (UNFAVORABLE)	EARTHQUAKE RECOVERABLE EXPENDITURES	NET VARIANCE FAVORABLE (UNFAVORABLE)
<b>PUBLIC PROTECTION</b>						
District Attorney	\$ 20,254	20,454	21,349	(895)	17	(878)(fb)
Public Defender	7,116	7,797	7,764	33	0	33 (a)
Sheriff	26,850	30,311	30,696	(385)	220	(165)(fb)
Superior Court	11,826	14,472	14,972	(501)	0	(501)(fb)
Municipal Court	16,498	19,914	19,192	722	0	722 (a)
Juvenile Court	13,397	15,183	14,736	448	5	453 (a)
Adult Probation	4,618	5,684	5,649	35	0	35 (a)
County Clerk	5,333	6,049	5,591	458	0	458 (a)
Fire Department	125,618	136,032	139,663	(3,631)	543	(3,088)(fb)
Police Department	171,667	190,110	188,777	1,333	994	2,327 (a)
County Agriculture-Weights & Measures	584	641	619	22	0	22 (a)
Public Administrator/Guardian	1,464	1,678	1,620	58	0	58 (a)
Animal Care and Control	0	1,792	1,659	133	6	139 (a)
	405,239	450,118	452,268	(2,170)	1,790	(380)
<b>PUBLIC WORKS, TRANSPORTATION AND COMMERCE</b>						
Permit Appeals	210	244	227	17	0	17 (a)
PUC Light, Heat and Power	3,726	4,106	4,106	0	0	0
Electricity	5,357	6,148	6,031	117	16	133 (a)
Public Works	9,711	11,220	11,465	(246)	311	65 (a)
	19,004	21,718	21,829	(111)	327	216
<b>HUMAN WELFARE AND NEIGHBORHOOD DEVELOPMENT</b>						
Mayor's Special Services	0	0	0	0	0	0
Human Rights Commission	1,105	1,860	1,777	83	0	83 (a)
Social Services	216,917	237,143	243,240	(16,097)	26	(16,071)(fb)
Commission on the Status of Women	342	600	566	34	0	34 (a)
Rent Arbitration Board	879	0	0	0	1	1 (a)
	219,243	239,603	245,583	(5,980)	27	(5,953)
<b>COMMUNITY HEALTH</b>						
Medical Examiner/Coroner	1,815	2,456	2,329	126	10	136 (a)
Public Health Central Office	38,057	54,433	52,716	1,717	20	1,737 (a)
Community Mental Health	79,990	88,180	87,078	1,102	0	1,102 (a)
	\$ 119,862	145,069	142,123	2,945	30	2,975

SCHEDULE OF BUDGETED AND PROJECTED EXPENDITURES

For year ended June 30, 1990

As of January 31, 1990

(in thousands)

GENERAL FUND (Continued)	F.Y. 1989-90					
	ACTUAL FY 88-89	REVISED BUDGET	CURRENT PROJECTION	VARIANCE FAVORABLE (UNFAVORABLE)	EARTHQUAKE RECOVERABLE EXPENDITURES	NET VARIANCE FAVORABLE (UNFAVORABLE)
<b>CULTURE AND RECREATION</b>						
County Educational Office	\$ 91	371	371	0	0	0
Art Commission	1,106	1,441	1,420	21	1	22 (a)
Public Library	17,718	20,187	19,934	253	5	258 (a)
Recreation and Park	31,962	34,847	34,302	545	25	570 (a)
Academy of Sciences	1,567	1,738	1,744	(6)	2	(4) (D)
Fine Arts Museums	3,967	4,296	4,269	26	12	38 (a)
Asian Art Museum	1,326	1,946	1,924	22	2	24 (a)
Law Library	175	193	195	(2)	0	(2) (D)
	57,916	65,020	64,160	860	47	907
<b>GENERAL ADMINISTRATION AND FINANCE</b>						
Board of Supervisors	4,191	4,823	4,686	138	3	141 (a)
Assessor	5,175	6,379	6,132	247	2	249 (a)
City Attorney	5,214	5,597	5,461	136	29	165 (a)
Treasurer/Tax Collector	8,026	10,136	9,905	232	1	233 (a)
Controller	12,069	13,826	13,616	211	5	216 (a)
Mayor	4,435	6,204	6,191	13	46	59 (a)
City Planning	4,920	6,009	5,718	291	0	291 (a)
Civil Service	5,658	7,762	7,390	371	0	371 (a)
Retirement System (including Workers Compensation)	12,075	12,525	13,417	(892)	0	(892) (D)
Chief Administrative Officer	3,557	6,944	6,927	17	7	24 (a)
Real Estate	2,416	2,163	2,152	11	0	11 (a)
Recorder	635	841	824	17	0	17 (a)
Registrar	1,782	2,377	2,627	(250)	1	(249) (g)
Purchaser	2,818	3,215	2,731	484	9	493 (a)
General City Responsibility	25,508	40,080	32,681	7,400	0	7,400 (b)
	98,485	128,882	120,457	8,425	103	8,528
Total General Fund	\$ 919,749	1,050,409	1,046,440	3,970	2,324	6,294
<b>ENTERPRISE FUNDS SUBSIDIZED BY GENERAL FUND:</b>						
Municipal Railway	\$ 233,780	252,870	250,220	2,650	314	2,964 (1)
San Francisco General Hospital	173,860	207,600	207,452	148	98	246 (1)
Laguna Honda Hospital	69,926	81,110	79,506	1,604	14	1,618 (k)

## NOTES TO FY 1989-90 EXPENDITURE PROJECTIONS

Expenditure projections for personal services accounts are based on departments' expenditures as of the payperiod ending February 2, 1990, the estimated remaining expenditures required to support the existing work force plus approved requisitions unfilled to date and/or spending plans submitted by the departments.

For the current reporting period, minor non-personal services accounts were not reviewed as it is assumed that departments are able to operate within their budget. Major non-personal accounts, however, were reviewed and are reflected in this projection.

City departments' projected expenditures include costs incurred for the October earthquake disaster response and emergency repairs. The earthquake-related costs incurred to January 31, 1990 which were funded by overspending departmental budget allocations by each of the city departments are enumerated in the summary report. Departmental budget allocations will be adjusted as Federal and State reimbursements are received for these extraordinary costs to prevent year-end budget shortfalls. Based upon information gathered to date, it is estimated that the City's total earthquake-related incurred costs as of January 31, 1990 are as follows:

GENERAL CITY DEPARTMENTS	\$ 6,806,748
MUNICIPAL RAILWAY	313,784
SAN FRANCISCO GENERAL HOSPITAL	120,875
LAGUNA HONDA HOSPITAL	<u>36,589</u>
 TOTAL GENERAL FUND DEPARTMENTS	 \$ 7,277,996
 DEPARTMENT OF PUBLIC WORKS	 <u>9,000,000</u>
 TOTAL NON-ENTERPRISE DEPARTMENTS	 \$16,277,996
 AIRPORT COMMISSION	 3,493,578
PORT COMMISSION	640,000
WATER DEPARTMENT	771,452
HETCH HETCHY	<u>28,982</u>
 CITY'S TOTAL EARTHQUAKE-RELATED COSTS	 <u>\$21,212,008</u>
 TOTAL FEMA/STATE REIMBURSEMENTS TO DATE	 <u>\$ 3,846,280</u>
CASH ADVANCE FROM THE STATE	<u>\$ 3,000,000</u>

To date, the City has received an advance in the amount of \$3 million and reimbursement in the amount of \$3,553,452. In addition, the Port Commission has received \$292,828 from FEMA as part of their reimbursement.

- (a) These departments are projected to have surpluses in their personal services accounts at the end of the fiscal year provided that no additional personnel requisitions are added to increase their current level of staffing and that all earthquake-related costs are reimbursed before the year-end.

## NOTES TO FY 1989-90 EXPENDITURE PROJECTIONS

(b) Projections for these departments indicate that deficits in expenditure accounts may materialize at year end if appropriate action is not taken. One of the following two courses of actions is required:

- Modify their current staffing to reduce the rate of personal services accounts' expenditure during the rest of the fiscal year.
- Submit a supplemental appropriation request for additional funds.

<u>DEPARTMENT</u>	<u>ACCOUNT TITLE</u>	<u>PROJECTED DEFICIT</u>
DISTRICT ATTORNEY:		
- GENERAL <sup>1</sup>	PERMANENT SALARIES-MISCELLANEOUS	\$ 126,007
	MANDATORY FRINGE BENEFITS	229,186
	TELEPHONE	42,000
	SPECIAL PROSECUTION FUND	47,000
DISTRICT ATTORNEY:		
- FAMILY SUPPORT <sup>2</sup>	ISD SERVICES	616,827
-----		
SHERIFF <sup>3</sup>		
	PERMANENT SALARIES	146,370
	TEMPORARY SALARIES	33,400
	OVERTIME & HOLIDAY PAY (Net of earthquake expenditures)	90,300
SUPERIOR COURT <sup>4</sup>		
	FEES AND OTHER COMPENSATION	816,885
ACADEMY OF SCIENCES		
	PERMANENT SALARIES	6,810
	OVERTIME & HOLIDAY PAY (Net of earthquake expenditures)	2,136
LAW LIBRARY		
	MANDATORY FRINGE BENEFITS	2,000
RETIREMENT		
	WORKERS' COMPENSATION	
	- General City depts.	785,300
	CITY ATTORNEY SERVICES	130,705

<sup>1</sup> The projected deficits in the District Attorney's General Fund accounts will be covered by a request for supplemental appropriation certified from General Reserve (\$456,000) which was submitted to the Board of Supervisors on March 7, 1990.

<sup>2</sup> The Family Support Bureau will be preparing a request for approval to claim federal participation of the increase in maintenance and operations cost as soon as they have exchanged information with ISD staff.

## NOTES TO FY 1989-90 EXPENDITURE PROJECTIONS

- 3 The Sheriff's Departments has submitted a request for supplemental appropriation on March 14, 1990 (\$282,642) for overtime pay due to severe staffing shortages caused by jail overcrowding and for temporary salaries due to an unanticipated high use to fill in for retiring engineers. The projected deficits in Permanent Salaries is due to temporary transfers made by the department to cover current shortage in overtime accounts.
- 4 The Superior Court plans to submit a request for supplemental appropriation by March 30, 1990 to cover the projected deficit in Fees and other Compensation.

### (c) FIRE DEPARTMENT

Current projections indicate that the Fire Department will incur a overall deficit of \$3,088,575, net of reimbursable earthquake related expenditures as detailed below:

<u>ACCOUNT TITLE</u>	<u>PROJECTED SURPLUS (DEFICIT)</u>	<u>RECOVERABLE EARTHQUAKE EXPENDITURES</u>	<u>NET PROJECTED SURPLUS (DEFICIT)</u>
PERMANENT SALARIES - MISCELLANEOUS	\$ 136,681	-	\$ 136,681
- UNIFORM	( 752,456)	-	( 752,456)
- CRAFTS	89,210	-	89,210
DIFFERENTIAL PAY	( 12,244)	-	( 12,244)
TEMPORARY SALARIES	( 50,360)	-	( 50,360)
OVERTIME	( 198,732)	32,060	( 166,672)
HOLIDAY PAY	( 2,823)	335	( 2,488)
EXTENDED WORK WEEK	(3,046,789)	510,455	(2,536,334)
MANDATORY FRINGE BENEFITS	<u>206,088</u>	<u>-</u>	<u>206,088</u>
NET PROJECTED DEFICIT	<u>\$ (3,631,425)</u>	<u>\$ 542,850</u>	<u>\$ (3,088,575)</u>

The projected expenditures to year-end have been adjusted to reflect retroactive salaries for uniformed personnel based on salary surveys of other Bay Area cities which is estimated at \$1.2 million for FY89-90.

The above projection also takes into account corrective actions that the department's management initiated in order to reduce expenditures in the Extended Work Week account by reducing required daily manpower from 316 to 297 beginning August 1, 1989.

## NOTES TO FY 1989-90 EXPENDITURE PROJECTIONS

### (d) POLICE DEPARTMENT

Based on the departments expenditures per the payroll ending February 2, 1990 including estimated costs to maintain the proposed level of staffing for the remainder of the fiscal year, the Police Department is projected to have an overall surplus of \$2,332,283, net of earthquake related expenditures as detailed below.

<u>ACCOUNT TITLE</u>	<u>PROJECTED SURPLUS (DEFICIT)</u>	<u>RECOVERABLE EARTHQUAKE EXPENDITURES</u>	<u>NET PROJECTED SURPLUS (DEFICIT)</u>
Permanent Salaries - Miscellaneous	\$ 1,043,635	\$	\$ 1,043,635
Permanent Salaries - Uniform	1,237,092		1,237,092
Differential Pay	( 83,109)		( 83,109)
Temporary Salaries	58,874		58,874
Overtime	(3,763,145)	999,307	(2,763,838)
Holiday Pay	( 43,212)		( 43,212)
Extended Work Week	( 139,150)		( 139,150)
Mandatory Fringe Benefits	<u>2,882,457</u>		<u>2,882,457</u>
Projected surplus			
- Personal Services	\$ 1,193,442	\$ 999,307	\$ 2,192,749
Contractual Services	<u>\$ ( 196,494)</u>		<u>\$ ( 196,494)</u>
Projected deficit			
- Nonpersonal Services	\$ ( 196,494)		\$ ( 196,494)
<u>Senior Escort Program:</u>			
Permanent Salaries - Miscellaneous	\$ 79,923		\$ 79,923
Mandatory Fringe Benefits	39,204		39,204
<u>Complaints Program:</u>			
Permanent Salaries - Miscellaneous	\$ 143,996		\$ 143,996
Overtime	5,052		5,052
Mandatory Fringe Benefits	<u>67,853</u>		<u>67,853</u>
Net Projected surplus (deficit)	<u>\$ 1,332,976</u>	<u>\$ 999,307</u>	<u>\$ 2,332,283</u>

The projected expenditures to year-end have been adjusted to reflect retroactive salaries for uniformed personnel based on salary surveys of other Bay Area cities, these adjustments are estimated to be \$0.8 million for FY89-90.

The Police Department is in the process of requesting a reappropriation of funds from Permanent Salaries-Miscellaneous and Uniform accounts including mandatory fringe benefits to offset the projected deficits in Differential Pay, Overtime and Holiday Pay via a Request for Supplemental Appropriation.

## NOTES TO FY 1989-90 EXPENDITURE PROJECTIONS

### (e) DEPARTMENT OF SOCIAL SERVICES

Detail projections for D.S.S. Personal Services accounts and Welfare Aid Assistance programs are shown below.

ACCOUNT TITLE	PROJECTED SURPLUS(DEFICIT)		
	GENERAL FUND	FEDERAL/STATE	TOTAL
<u>WELFARE AID ASSISTANCE PROGRAMS</u>			
1. Federal & State Supported Programs:			
AFDC General Assistance	\$ ( 104,599)	\$(1,987,372)	\$(2,091,971)
Foster Care	( 139,071)	(2,144,532)	(2,283,603)
Adoption Aid		( 54,124)	( 54,124)
Special Care Aid		19,060	19,060
Home Care	( 175,500)	( 844,771)	(1,020,271)
Indo-Chinese Refugee		( 47,993)	( 47,993)
GAIN Client Payment		316,189	316,189
Total Federal & State Supported Programs	\$( 419,170)	\$(4,743,543)	\$(5,162,713)
2. General Fund Programs:			
General Assistance	\$(4,142,540)		\$(4,142,540)
AFDC-Special Service	( 33,653)		( 33,653)
Day Care Assistance	34,133		34,133
Foster Home Placement	134,728		134,728
Total General Fund Supported Programs	\$(4,007,332)		\$(4,007,332)
<u>Administrative Expenditures:</u>			
Permanent Salaries	\$ 838,693	\$ 1,218,441	\$ 2,057,134
Temporary Salaries	40,770	59,230	100,000
Overtime	( 14,488)	( 21,049)	( 35,537)
Mandatory Fringe Benefits	287,435	417,581	705,016
City Attorney	118,024	171,464	289,488
Other Administrative Exp.	( 17,576)	( 25,534)	( 43,110)
Total projected surplus- Personal Services Accounts	\$ 1,252,858	\$ 1,820,133	\$ 3,072,991
Total projection D.S.S.	\$(3,173,645)	\$( 2,923,409)	\$(6,097,054)

Current projections for the Department of Social Services indicate an overall deficit of \$6,097,054. This is the result of projected deficits in Federal, State and County supported aid assistance programs of \$5,162,713 and General Fund supported aid assistance programs of \$4,007,332. These are offset by projected surpluses in the Administrative expenditures of \$3,072,991. The net projected deficit in General Fund's share of the department's expenditure is \$3,173,645.

### (f) PUBLIC LIBRARY

The current projected expenditures for Public Library include the estimated moving and storage costs of \$210,569 arising from the extensive damage caused to the Main Library by the October earthquake. The request for Supplemental appropriation was certified by the Controller's Office from the General Reserve after March 1, 1990.



## NOTES TO FY 1989-90 EXPENDITURE PROJECTIONS

(f) PUBLIC LIBRARY (Continued)

Although FEMA has verbally approved the move, the cost eligible for reimbursement is still being negotiated with FEMA. At present, this full cost is estimated to reduce estimated surplus of Public Library's General Fund current year's appropriation.

(g) REGISTRAR

The Mayor's Office has approved a request for supplemental appropriation for election-related cost increases and for additional computer equipment on March 2, 1990 for a total of \$370,700. The request for supplemental appropriation is partially funded from the anticipated savings of \$67,400 in permanent salaries.

(h) GENERAL CITY RESPONSIBILITY

The General City Responsibility accounts are projected to end the fiscal year with a surplus \$7.4 million from Judgement and Claims and Health Service-Retired Subsidy.

The general City's Judgement and Claims account is projected to return uncommitted balance of \$5.8 million at year-end. The current year's projected expenditures is comparable to the prior year's actual charges of \$4.0 million.

The projected surplus of \$1.6 million from Health Services-Retired Subsidy is based on six-month actual expenditures provided by the Health Service Systems' fiscal officer. The current year's proposed budget had anticipated a higher number of retirees for General Fund departments. Health Service System has reduced their request for the next year's budget by \$1 million to reflect a more realistic projection of retirees.

(i) MUNICIPAL RAILWAY

Based on the department's current spending trends, Municipal Railway's operating fund is projected to have an overall surplus of \$2,963,047, net of reimbursable earthquake costs at year end as indicated below:

<u>ACCOUNT TITLE</u>	<u>PROJECTED SURPLUS(DEFICIT)</u>
PERMANENT SALARIES-MISCELLANEOUS	\$ 657,044
-CRAFTS	178,226
-PLATFORM	649,197
OVERTIME AND HOLIDAY PAY	
(Net of reimbursable cost of \$313,784)	60,826
TEMPORARY SALARIES	169,947
MANDATORY FRINGE BENEFITS	<u>1,422,829</u>
PROJECTED SURPLUS IN PERSONAL SERVICES	\$ 3,138,069
PROFESSIONAL AND CONTRACTUAL SERVICES	510,000
MATERIALS & SUPPLIES	( 150,000)
WORKER'S COMPENSATION	<u>( 535,022)</u>
NET PROJECTED SURPLUS	<u>\$ 2,963,047</u>

## NOTES TO FY 1989-90 EXPENDITURE PROJECTIONS

(i) MUNICIPAL RAILWAY (Continued)

The department will submit a request for supplemental appropriation to release the Unappropriated Revenue-Retained for Worker's Compensation (\$700,000) to cover the projected deficit of \$535,022.

In addition, the Reserve for Claims of \$2.8 million is anticipated to be closed and returned to General Fund at year-end.

(j) SAN FRANCISCO GENERAL HOSPITAL

Based on personal services expenditures to February 2, 1990 plus the estimated funds required to maintain the proposed level of staffing for the remainder of the fiscal year, SFGH is projected to result in an overall surplus of \$1,589,627 from personal services accounts. The personal services accounts surplus is offset by the estimated projected deficit in Professional, Medical, and Other Contractual Services of \$1,091,500 and other non-personal services accounts of \$400,000, providing a net operating fund surplus of \$98,127.

The detail projections are as follows:

<u>ACCOUNT TITLE</u>	<u>PROJECTED SURPLUS (DEFICIT)</u>
PERMANENT SALARIES - MISCELLANEOUS	\$ 638,899
- CRAFTS	13,822
- NURSES	858,863
TEMPORARY SALARIES	505,817
OVERTIME	( 540,072)
HOLIDAY PAY	86,172
MANDATORY FRINGE BENEFITS	<u>26,126</u>
PERSONAL SERVICES-PROJECTED SURPLUS	\$ 1,589,627
PROFESSIONAL, MEDICAL AND OTHER CONTRACTUAL	(1,091,500)
(due to increase in registry contracts for radiology and nursing services)	
EQUIPMENT AND DATA PROCESSING EQUIPMENT	( 104,000)
SERVICES OF OTHER DEPARTMENTS:	
Electricity	( 65,000)
Street Cleaning	( 15,000)
Light, Heat & Power	( 150,000)
Environmental Health	( 45,000)
Other	<u>( 21,000)</u>
NET PROJECTED SURPLUS	<u>\$ 98,127</u>

## NOTES TO FY 1989-90 EXPENDITURE PROJECTIONS

(j) SAN FRANCISCO GENERAL HOSPITAL (Continued)

The department plans to submit a request for surplus transfer journal entry to Controller pending approval by the Public Health Commission and the Mayor's Office, reappropriating funds from appropriations with projected surpluses to cover projected deficits in Overtime, Professional, Medical and Other Contractual Service, Capital Outlay and Services from Other Departments.

(k) LAGUNA HONDA HOSPITAL

Based on the department's expenditures per the payroll ending February 2, 1990 including estimated costs to fill critical vacant positions, the department's personal services accounts are projected to have an overall surplus of \$2,083,650. The personal services accounts surplus is offset by a projected deficit in non-personal services of \$479,556 providing a net operating fund surplus of \$1,604,094.

Detail projections for the LHH-Personal Services accounts are shown below:

<u>ACCOUNT TITLE</u>	<u>PROJECTED SURPLUS (DEFICIT)</u>
PERMANENT SALARIES - MISCELLANEOUS	\$ 810,421 <sup>1</sup>
- CRAFTS	136
- NURSES	660,800 <sup>2</sup>
TEMPORARY SALARIES	71,610
OVERTIME	( 64,001)
HOLIDAY PAY	( 111,796)
MANDATORY FRINGE BENEFITS	452,996
HEALTH SERVICE-RETIRED SUBSIDY	( 14,399)
OTHER FRINGE BENEFITS-NURSES	<u>277,883<sup>2</sup></u>
PERSONAL SERVICES-PROJECTED SURPLUS	<u>\$ 2,083,650</u>

Based on departmental review of non-personal services accounts, deficits in appropriated amounts are projected for the following accounts:

<u>ACCOUNT TITLE</u>	<u>PROJECTED SURPLUS (DEFICIT)</u>
CONTRACTUAL SERVICES	\$ 418,535 <sup>3</sup>
MATERIALS & SUPPLIES	( 286,404) <sup>4</sup>
SERVICES OF OTHER DEPARTMENTS	<u>( 611,687)<sup>5</sup></u>
NON-PERSONAL SERVICES-PROJECTED SURPLUS	<u>\$ ( 479,556)</u>

<sup>1</sup> The projected surplus in Permanent Salaries-Miscellaneous is accounted for primarily by vacancies in the LVN classification and the Orderly classification.

<sup>2</sup> \$660,800 of the projected surplus in Permanent Salaries-Nurses is accounted for by vacancies in the RN classification.

## NOTES TO FY 1989-90 EXPENDITURE PROJECTIONS

(k) LAGUNA HONDA HOSPITAL (Continued)

<sup>3</sup> The items composing the surplus in Contractual Services are as follows:

Medical Service Contracts	\$215,110
Training	22,587
DP/WP Equipment Maintenance	( 4,072)
Cleaning/Laundry/Scavenger Services	106,642
Other	<u>78,268</u>
Total	<u>\$418,535</u>

<sup>4</sup> The items composing the deficit in Materials & Supplies are as follows:

Household products	(216,964)
Medical/Dental supplies	( 67,193)
Other	<u>( 2,247)</u>
Total	<u>(286,404)</u>

<sup>5</sup> The largest deficit in the Services of Other Departments is the result of a shortfall in Workers' Compensation (\$552,000). The rate of claims more than double the amount budgeted. The projected deficit of \$37,453 represents a shortfall in the budgeted amount for Light, Heat & Power.

The department has submitted a request for supplemental appropriation to the Mayor's Office reappropriating surplus funds in Permanent Salaries-Miscellaneous, Nurses and Mandatory Fringe benefits to cover projected deficits in Materials & Supplies and Services of Other Departments.