



Edward Harrington  
Controller

John W. Madden  
Chief Assistant Controller

February 6, 1995

The Honorable Frank M. Jordan  
Mayor, City and County of San Francisco  
Room 200, City Hall

The Honorable Board of Supervisors  
Room 235, City Hall

Re: 1994-95 Six Month Budget Status Report

Dear Mayor Jordan, Ladies and Gentlemen:

Charter Section 3.202 directs the Controller to issue a report on the "projected financial condition of the City and County...(after) the first six month period of each fiscal year."

General Fund Budget Status Report 1994-95 (in thousands)			
	Original Budget	Revised Budget	Current Projection
Beginning Balance	\$3,204	\$10,498	\$11,398
Revenue	\$1,386,829	\$1,401,340	\$1,395,919
Transfers In	\$113,843	\$113,843	\$113,157
Expenditures	(\$1,283,251)	(\$1,297,670)	(\$1,294,400)
Transfers Out	(\$212,590)	(\$212,590)	(\$219,586)
<b>General Fund Reserve</b>	<b>\$8,035</b>	<b>\$15,421</b>	<b>\$6,488</b>

**Summary**

This projection assumes that the City revenues will be sufficient to absorb \$10.9 million in projected deficits in General Fund departments, Muni Railway and Public Health and still have \$6.5 million available to fund some portion of the \$5.4 million in additional pending supplemental appropriation requests. It would be unwise to fund all requests and leave the City with insufficient reserves to handle additional problems that may arise between now and year-end.

Summarized information follows. Details supporting these projections are attached. See page 18 for a listing of supplemental requests.

### Beginning Balance

In the adopted budget, we had projected an available carryforward surplus of \$3.2 million. After all audit adjustments, our ending reserves were \$10.5 million. At that time, we indicated we would need to reserve \$6 million of this surplus to cover projected revenue shortfalls, especially in the area of Property Tax assessment appeals. In addition, \$2.2 million of the surplus which came from 1993-94 Mental Health savings has been used to fund a supplemental appropriation for start up costs for the Mental Health facility at San Francisco General Hospital. Additional prior year revenue collections and other adjustments made since the audit have further increased this balance by \$900,000 for this projection.

### Revenues and Transfers In

Overall, revenues and transfers in are \$6.1 million below revised budget.

**Property taxes** continue to be affected by assessment appeals and are under budget. **Business Taxes** are not collected until early March and are projected to be on target with the revised budget. We have not factored in income from the recently completed Business Tax Amnesty Program pending analysis of its results. **Sales taxes** are 3.5% over last year and slightly over revised budget.

The **Payment in Lieu of Taxes** of \$1.6 million budgeted from the Housing Authority is being projected to only result in a \$600,000 payment (which the City still has not received).

The **Department of Public Health** expects to have shortages in budgeted revenues due primarily to policy changes made by various Federal and State funding agencies. While they believe they can make internal reductions to cover most of this shortfall, Public Health staff project a need of an additional \$2 million to finish the year.

### Expenditures and Transfers Out

As usual, most departments are spending below their budget targets.

The **Department of Social Services** expects to be \$3.3 million under budget in large part because of savings in the Aid to Families with Dependent Children's Foster Care program specifically due to less than expected caseload and the Federal Government assuming a larger share of program costs. In addition, we believe the **Health Service System** retired subsidy, shown as a General City Responsibility is overfunded by \$1.6 in the General Fund.

Conversely, **Muni Railway** expects to need an additional \$5 million from the General Fund to continue current operations. The **Police Department** will need \$1.9 million to cover overspending in overtime and add more officers in compliance with Proposition D. In addition the Police Department has requested funds for new guns and other items which we show in Attachment A as an additional request since they are not required to continue to provide the current level of service, nor are they mandated by the Charter. Finally, it is unclear if the funds requested will be sufficient to meet other problems such as possible overtime related to the recent 49er's parade and the United Nations 50th Anniversary celebration.

**Transfers Out** are increased by \$7 million to show the additional needs for Muni and San Francisco General Hospital which require General Fund subsidies.

**Supplemental Appropriations**

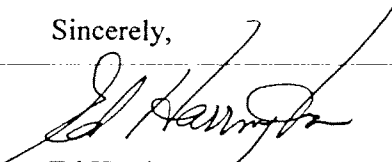
In this projection, we assume supplemental appropriations of \$10.9 million will be required and approved to continue current service levels--these are shown as overspending variances by department in this report and are detailed on page 18. In addition, \$5.4 million of other supplemental requests are pending or expected which the Mayor and Board may choose to fund as policy matters. These also appear on page 18.

**Conclusion**

The funds available appear to be sufficient to carry the City through the rest of the fiscal year if used prudently. There are still uncertainties and I would recommend a minimum reserve of \$3 to 4 million be kept to cover contingencies between now and June.

My staff and I are available to respond to comments or questions should you have any.

Sincerely,



Ed Harrington

cc: Department Heads  
Teresa Serata  
Harvey Rose

SCHEDULE OF BUDGETED AND PROJECTED REVENUES  
 Fiscal Year Ending June 30, 1995  
 As of December 31, 1994  
 (In Thousands)

	ACTUAL FY93-94	FY94-95			VARIANCE	
		ORIGINAL BUDGET	REVISED BUDGET	PROJECTION		
<u>GENERAL FUND</u>						
PROPERTY TAXES	\$331,240	\$340,687	\$340,687	\$337,841	(\$2,847)	(a)
BUSINESS TAXES						
Business registration tax	\$7,893	\$7,764	\$7,893	\$8,195	\$302	
Gross receipts tax	23,856	24,187	22,555	22,555	0	
Payroll tax	132,595	129,659	134,467	134,467	0	
Total business taxes	\$164,344	\$161,610	\$164,915	\$165,217	\$302	(b)
OTHER LOCAL TAXES						
Sales tax	\$84,711	\$86,005	\$87,252	\$87,657	\$405	(c)
Hotel room tax	28,054	30,588	30,588	29,980	(608)	(d)
Utility users tax	46,577	51,032	51,032	50,932	(100)	(e)
Parking tax	26,089	12,650	12,650	12,900	250	(f)
Real property transfer tax	15,857	18,956	18,956	18,787	(169)	(g)
Franchise tax	7,149	7,235	7,235	7,129	(106)	(h)
Admission tax	2,002	2,295	2,295	1,922	(373)	(i)
Vehicle renter tax	1,323	2,030	2,030	1,520	(510)	(j)
Total other local taxes	\$211,763	\$210,791	\$212,038	\$210,827	(\$1,211)	
GRANTS AND SUBVENTIONS						
Social service subventions	\$184,598	\$195,710	\$195,710	\$195,710	\$0	(k)
Health and welfare realignment	131,371	133,957	133,957	133,957	0	(l)
Health/mental health subv'ns	55,155	46,368	47,196	47,142	(54)	(m)
Public safety sales tax	42,575	42,840	42,840	44,278	1,438	(n)
Motor vehicle in lieu - county	35,007	34,783	34,783	34,256	(527)	(o)
Motor vehicle in lieu - city	24,774	25,624	25,624	25,317	(307)	(o)
Trial court funding	15,458	15,415	15,415	15,415	0	
Child Support Incentives	9,614	10,942	10,942	10,942	0	
Other	11,852	15,070	15,071	15,071	0	(p)
Total grants and subventions	\$510,404	\$520,708	\$521,537	\$522,088	\$551	

SCHEDULE OF BUDGETED AND PROJECTED REVENUES  
Fiscal Year Ending June 30, 1995  
As of December 31, 1994  
(In Thousands)

	FY94-95				VARIANCE
	ACTUAL FY93-94	ORIGINAL BUDGET	REVISED BUDGET	PROJECTION	
<u>GENERAL FUND</u>					
LICENSES, FINES AND PENALTIES					
Licenses	\$5,080	\$5,336	\$5,336	\$5,155	(\$181)
Traffic fines - parking	43,970	46,187	46,187	46,187	0 (q)
Traffic fines - moving	1,561	1,520	1,520	1,520	0
Other fines and penalties	648	681	690	671	(19)
Total licenses, fines etc.	<u>\$51,258</u>	<u>\$53,724</u>	<u>\$53,733</u>	<u>\$53,533</u>	<u>(\$200)</u>
INTEREST/INVMT EARNINGS	<u>\$28,932</u>	<u>\$7,738</u>	<u>\$16,734</u>	<u>\$16,734</u>	<u>\$0 (r)</u>
CHARGES FOR SERVICES					
Recreation Charges	\$19,743	\$18,134	\$18,134	\$18,134	\$0 (s)
Garage and other space rental	8,153	5,094	5,094	5,094	0 (t)
Parking meter collections	13,257	13,728	13,728	13,728	0 (u)
General gov't service charges	13,054	13,025	13,049	12,378	(672) (v)
Public safety service charges	6,131	8,345	8,345	8,296	(49)
MediCal	5,624	17,888	17,888	17,888	0 (w)
Other service charges	5,610	5,498	5,598	5,497	(102)
Total charges for service	<u>\$71,573</u>	<u>\$81,712</u>	<u>\$81,836</u>	<u>\$81,013</u>	<u>(\$823)</u>
RECOV. GEN. GOV'T COSTS	<u>\$7,938</u>	<u>\$7,885</u>	<u>\$7,885</u>	<u>\$7,790</u>	<u>(\$95)</u>
OTHER REVENUES	<u>\$1,681</u>	<u>\$1,975</u>	<u>\$1,975</u>	<u>\$877</u>	<u>(\$1,098) (x)</u>
TOTAL REVENUES	<u>\$1,379,131</u>	<u>\$1,386,829</u>	<u>\$1,401,340</u>	<u>\$1,395,919</u>	<u>(\$5,420)</u>
TRANSFERS INTO GENERAL FUND:					
Hotel Tax		\$10,539	\$10,539	\$9,853	(\$686) (d)
Airport		12,600	12,600	12,600	0
Hetch Hetchy		25,462	25,462	25,462	0
Other transfers		65,242	65,242	65,242	0
Total Transfers In:		<u>\$113,843</u>	<u>\$113,843</u>	<u>\$113,157</u>	<u>(\$686)</u>
TOTAL GENERAL FUND RESOURCES		<u>\$1,500,672</u>	<u>\$1,515,183</u>	<u>\$1,509,077</u>	<u>(\$6,106)</u>

Notes to Revenue Projections  
Fiscal Year Ending June 30, 1995  
As of December 31, 1994

(a) Property Taxes

The current year's budgeted increase over prior year revenue reflects expected roll growth, as well as some of the benefit of the Teeter plan. FY93-94 revenue reflects a reserve for losses from property valuation appeals that had been filed but not decided. The FY94-95 budget and projection provide a reserve for assessment appeals filed in 1994.

In contrast to the budget assumption of 1% growth, assessed values in the City fell by 0.5%. Moreover, the potential loss from appeals filed in 1994 is now expected to be higher than budgeted. These problems, partially offset by an increase in Teeter plan revenue, result in a net shortfall of \$2.8 million.

(b) Business Taxes

Payroll and gross receipts taxes are received in early March, so collections are not yet available as a basis for projection. Based on collections to date, business registration fees should exceed budgeted amounts.

Budget figures for FY94-95 were revised upward by \$3.2 million to reflect higher-than-expected final receipts in FY93-94. Overall, budgeted payroll and gross receipts taxes reflect estimated growth of 3% over adjusted prior year revenue. A budgeted reduction in gross receipts taxes from the prior year reflects the sunset of the application of the tax to small businesses.

The current projection does not include the results of the business tax amnesty in effect in December 1994 and January 1995. The revised budget and projection do include an additional \$0.1 million on the assumption that the program will at least recover its administrative costs.

(c) Sales Tax

Budget figures for FY94-95 were revised upward by \$1.2 million to reflect higher-than-expected final receipts in FY93-94. The revised budget reflects estimated growth of 3% over prior year revenue.

The projected surplus of \$0.4 million is based on receipts to date. This estimate will be refined in the eight-month projection to reflect sales tax generated during the holiday season.

The City has engaged a consultant to audit sales tax payments and allocations. This audit may result in additional revenue in the current and future years of up to \$0.5 million annually.

Notes to Revenue Projections  
Fiscal Year Ending June 30, 1995  
As of December 31, 1994

(d) Hotel Tax

The budgeted increase of 6% over prior year revenue reflected expected growth in occupancy and room rates. The current projection of general fund revenue, \$0.6 million below budget, is based on a growth rate of 4% over the prior year, reflecting activity to date.

In addition to the hotel tax deposited in the general fund (one-third of the total tax), the general fund receives a transfer of revenue from the hotel tax fund. This transfer includes funding for the budgets of the Fine Arts and Asian Art museums, and a residual unallocated amount. The shortfall in this transfer is projected to be \$0.7 million (shown on the second page of the revenue schedule), resulting in a total loss to the general fund of \$1.3 million from the hotel tax.

(e) Utility Users Tax

Receipts through December indicate that utility tax revenues will be close to budgeted amounts for the fiscal year 1994-95. Telephone users tax receipts to date are 3% above last year, adjusted for rate changes. In the second half of the year this increase is expected to be offset by reductions in rates for local toll calls effective January 1995. The negative variance of \$0.1 million reflects lower-than-expected water users tax receipts.

(f) Parking Tax

Beginning with the 1994-95 fiscal year, the Department of Public Transportation receives one-half of the parking tax receipts previously dedicated to the General Fund. Revenues are currently expected to exceed budget.

(g) Real Property Transfer Tax

Fiscal year 1994-95 revenues will exceed those of the prior year, due to the rate increase which took effect on October 15, 1994, but are expected to fall slightly short of budget based on activity to date.

(h) Franchise Tax

Receipts are expected to be somewhat below budget, due to recent reductions in cable television rates.

Notes to Revenue Projections  
Fiscal Year Ending June 30, 1995  
As of December 31, 1994

(i) Stadium Admission Tax

Revenue is less than budgeted for the temporary admissions tax because of the 1994 baseball strike.

(j) Vehicle Renter Tax

Budgeted revenue for the \$2 per day Vehicle Renter Tax reflects the annualization of the tax, which took effect in October 1993. However, the State Attorney General has issued an opinion declaring a similar tax in southern California to be a use tax. Based on this opinion, the City Attorney anticipates that San Francisco will have to stop collecting the tax in order to retain its agreement with the State to collect its other sales and use taxes. The projection assumes that the tax will not be collected in the final quarter of this fiscal year.

(k) Social Service Subventions

Expenditures are projected to be about \$8 million below budget, due to decreases in the Aid to Families with Dependent Children and Foster Care programs. Corresponding reimbursements are projected to be \$4.7 million below budget, leaving a net surplus of \$3.2 million. This surplus is reflected in the expenditure schedule.

(l) Health and Welfare Realignment

The realignment budget estimate reflects 2% growth over prior year revenue. In light of recent activity in the local sales tax and motor vehicle license fee revenues, this estimate appears to be reasonable.

(m) Health/Mental Health Subventions

Mental health revenues are expected to be on budget. Community Health Services is projecting a slight shortfall.

(n) Public Safety Sales Tax (Prop. 172)

Consistent with allocations to date and increased receipts from local sales tax, Public Safety Sales Tax revenue is expected to be 4% above FY93-94, exceeding budget by \$1.4 million.



Notes to Revenue Projections  
Fiscal Year Ending June 30, 1995  
As of December 31, 1994

(o) Motor Vehicle in Lieu

A total projected shortfall of \$0.8 million for both city and county apportionments is based on revenue received to date.

(p) Other Subventions

The budgeted increase over prior year revenue reflects primarily emergency assistance reimbursements (Title IV-A and IV-E) at the Juvenile Probation Department.

(q) Traffic Fines - Parking

Revenue is expected to meet budget based on collections to date and an increase in penalties which took effect in September 1994.

(r) Interest & Other Investment Earnings

The current year revised budget reflects earnings from the City's Tax and Revenue Anticipation Notes (TRANS). Interest is expected to be on budget, but less than in the prior year because of a smaller TRANS issue. Net interest earnings on the TRANS are expected to be \$2.8 million.

(s) Recreation Service Charges

Golf revenues are expected to suffer because of January's heavy rains and resulting damage to courses, but may be made up in other areas. Candlestick revenues benefit from two football playoff games.

(t) Garage and Other Space Rental

The decrease from FY93-94 reflects the transfer of garage revenue formerly credited to the general fund to the Public Transportation Department under Prop. M. The remaining garage revenue is from garages under the jurisdiction of the Recreation and Park Department.

(u) Parking Meter Collections

Parking meter revenues are expected to be in line with budgeted amounts. This revenue is not retained in the General Fund; \$8 million will be transferred to MUNI Railway (under Prop. M) and the excess to the Off-Street Parking Fund.

Notes to Revenue Projections  
Fiscal Year Ending June 30, 1995  
As of December 31, 1994

(v) General Government Service Charges

The projected shortfall of \$0.6 million results primarily from lower-than-expected recording fees, which according to the Recorder are due to a slow real estate market.

(w) MediCal Revenue

Of the \$17.9 million budgeted for MediCal, \$8.1 million is for the MediCal Administrative Claims (MAC) program. This program may be severely restricted or eliminated by the federal Health Care Financing Authority (HCFA). The current projection assumes that these MAC revenues will be realized, either through MAC or other claiming processes.

Another component of the increased MediCal budget consists of Community Health Services' claims through the Federally Qualified Health Centers (FQHC) program. Billings to date are less than budgeted; however, the department expects to claim the full amount in its cost report to be completed after the end of the year.

(x) Other Revenue

The budget includes \$1.6 million in payments in lieu of property taxes from the San Francisco Housing Authority. The Housing Authority has budgeted only a \$0.6 million payment, however, leaving a \$1.0 million shortfall.

SCHEDULE OF BUDGETED AND PROJECTED EXPENDITURES  
Fiscal Year Ending June 30, 1995  
As of December 31, 1994  
(In Thousands)

GENERAL FUND	FY94-95				VARIANCE FAVORABLE (UNFAVORABLE)
	ACTUAL FY93-94	ORIGINAL BUDGET	REVISED BUDGET	CURRENT PROJECTION	
<b>PUBLIC PROTECTION *</b>					
District Attorney	\$25,130	\$24,683	\$25,836	\$26,133	(\$297) (y)
Public Defender	8,976	8,586	8,586	8,946	(360) (y,z)
Sheriff	54,099	50,780	51,737	51,737	0
Superior & Municipal Courts	44,675	46,334	46,334	46,114	220
Juvenile Court	19,018	20,802	20,802	20,944	(142) (aa,z)
Adult Probation	7,174	6,786	6,786	7,066	(280) (z)
Fire Department	119,525	126,506	126,506	126,506	0
Police Department	168,029	187,069	187,069	189,042	(1,973) (y,z)
Co. Agriculture - Wts./Measures	713	773	773	664	109
Animal Care and Control	1,734	1,891	1,891	1,866	25
Public Administrator/Guardian	2,245	2,408	2,408	2,324	84
<b>Total Public Protection</b>	<b>\$451,318</b>	<b>\$476,618</b>	<b>\$478,728</b>	<b>\$481,342</b>	<b>(\$2,614)</b>
<b>PUBLIC WORKS, TRANSPORTATION AND COMMERCE</b>					
Parking and Traffic Commission	\$16,081	\$18,005	\$18,005	\$17,515	\$490
Permit Appeals	239	264	264	250	14
PUC Light, Heat and Power	4,661	4,743	4,743	4,683	60
Electricity	3,748	3,695	3,695	3,622	73
Public Works	9,406	9,254	9,254	9,254	0
<b>Total Public Works, etc.</b>	<b>\$34,135</b>	<b>\$35,961</b>	<b>\$35,961</b>	<b>\$35,324</b>	<b>\$637</b>
<b>HUMAN WELFARE AND NEIGHBORHOOD DEVELOPMENT</b>					
Human Rights Commission	\$1,157	\$1,076	\$1,076	\$1,063	\$13
Social Services	300,525	314,610	314,610	311,277	3,333 (k)
Comm. on the Status of Women	1,213	1,184	1,184	1,150	34
<b>Total Human Welfare, etc.</b>	<b>\$302,895</b>	<b>\$316,870</b>	<b>\$316,870</b>	<b>\$313,490</b>	<b>\$3,380</b>
<b>COMMUNITY HEALTH</b>					
Medical Examiner/Coroner	\$2,969	\$2,818	\$2,818	\$2,499	\$319
Community Health Services	137,549	136,788	136,788	136,841	(53) (y)
Community Mental Health	117,327	126,529	130,726	130,964	(238) (y)
<b>Total Community Health</b>	<b>\$257,845</b>	<b>\$266,135</b>	<b>\$270,332</b>	<b>\$270,304</b>	<b>\$28</b>

SCHEDULE OF BUDGETED AND PROJECTED EXPENDITURES  
Fiscal Year Ending June 30, 1995  
As of December 31, 1994  
(In Thousands)

	FY94-95				VARIANCE FAVORABLE (UNFAVORABLE)
	ACTUAL FY93-94	ORIGINAL BUDGET	REVISED BUDGET	CURRENT PROJECTION	
<b>GENERAL FUND</b>					
<b>CULTURE AND RECREATION</b>					
County Educational Office	\$1,719	\$1,719	\$1,719	\$1,719	\$0
Art Commission	1,353	1,271	1,271	1,210	61
Public Library	20,694	17,142	17,142	17,142	0
Recreation and Park	48,626	47,956	47,956	47,956	0
Academy of Sciences	1,556	1,529	1,529	1,525	4
Fine Arts Museum	3,252	3,254	3,254	3,093	161 (d)
Asian Art Museum	1,308	1,294	1,294	1,211	83 (d)
Law Library	209	236	236	224	12
<b>Total Culture, etc.</b>	<b>\$78,717</b>	<b>\$74,401</b>	<b>\$74,401</b>	<b>\$74,080</b>	<b>\$321</b>
<b>GENERAL ADMINISTRATION &amp; FINANCE</b>					
Board of Supervisors	\$5,209	\$5,219	\$5,219	\$5,193	\$26
Assessor	6,127	5,855	5,855	5,792	63
City Attorney	5,887	5,626	5,626	5,626	0
Treasurer/Tax Collector	9,836	10,704	10,704	10,448	256
Controller	14,718	13,276	13,276	13,276	0
Ethics Commission	0	162	162	102	60
Mayor	4,608	4,818	4,818	4,818	0
City Planning	4,914	4,709	4,709	4,709	0
Civil Service	0	406	406	376	30
Human Resources	11,875	12,007	12,007	12,007	0
Workers' Comp. General Fund	12,558	11,712	11,712	12,336	(624) (bb)
Chief Administrative Officer	656	2,022	2,022	2,076	(54) (y)
Real Estate	2,092	2,120	2,120	1,996	124
Recorder	1,227	1,315	1,315	1,300	15
Registrar	2,842	1,976	2,032	1,991	41
Purchaser	1,946	1,919	1,919	1,919	0
General City Responsibility	44,986	29,420	37,476	35,895	1,581 (cc)
<b>Total General Admin.</b>	<b>\$129,481</b>	<b>\$113,266</b>	<b>\$121,378</b>	<b>\$119,860</b>	<b>\$1,518</b>
<b>TOTAL GENERAL FUND EXPS.</b>	<b>\$1,254,391</b>	<b>\$1,283,251</b>	<b>\$1,297,670</b>	<b>\$1,294,400</b>	<b>\$3,270</b>
<b>TRANSFERS OUT OF GENERAL FUND:</b>					
Contribution to MUNI		\$34,829	\$34,829	\$39,856	(\$5,027)
Contribution to SFGH		22,198	22,198	24,019	(1,821)
Contribution to LHH		1,906	1,906	2,054	(148)
Other transfers		153,657	153,657	153,657	0
<b>Total Transfers Out:</b>		<b>\$212,590</b>	<b>\$212,590</b>	<b>\$219,586</b>	<b>(\$6,996)</b>
<b>TOTAL GENERAL FUND USES</b>		<b>\$1,495,841</b>	<b>\$1,510,260</b>	<b>\$1,513,986</b>	<b>(\$3,726)</b>

Notes to Expenditure Projection  
 Fiscal Year Ending June 30, 1995  
 of December 31, 1994

- (y) Department has submitted request for supplemental appropriation. See Page 18.
- (z) Department has not submitted either a sufficient supplemental appropriation request or plan to reduce expenditures to budget level.
- (aa) Projection assumes release of Board of Supervisors' reserve of \$500,000.
- (bb) Workers' Compensation

The current year's projection for Workers' Compensation for both General Fund and General Fund-supported departments is listed below. Amounts shown for the General Fund departments are included in the Human Resources - Workers' Compensation line of the report rather than being included in each individual department's line. Also listed for comparison purposes are the 1993-1994 expenditures.

<u>Department</u>	<u>1993-1994 Expenditures</u>	<u>1994-1995 Budget</u>	<u>1994-1995 Projection*</u>	<u>Projected Deficit</u>
Fire	\$3,813,064	\$3,604,249	\$4,036,205	(\$431,956)
Police	5,273,772	5,293,268	4,968,628	324,640
Sheriff	922,265	601,159	800,393	(199,234)
Juvenile Court	392,052	281,341	573,424	(292,083)
District Attorney	190,783	104,051	123,522	(19,471)
Other General Fund	<u>1,966,500</u>	<u>1,827,907</u>	<u>1,834,234</u>	<u>(6,327)</u>
Total General Fund	\$12,558,436	\$11,711,975	\$12,336,406	(\$624,431)
Municipal Railway	7,445,733	6,371,789	8,482,208	(2,110,419)
Laguna Honda	1,520,870	1,435,326	1,384,991	50,335
General Hospital	<u>1,624,897</u>	<u>1,350,065</u>	<u>1,541,861</u>	<u>(191,796)</u>
Total General Fund & G. F. Supported	<u>\$23,149,936</u>	<u>\$20,869,155</u>	<u>\$23,745,466</u>	<u>(\$2,876,311)</u>

\* Source: Human Resources Department, Workers' Compensation Division

- (cc) This variance reflects the General Fund's share of the savings achieved in the Retired Subsidy portion of Health Service charges.

SCHEDULE OF BUDGETED AND PROJECTED REVENUES,  
EXPENDITURES AND OTHER SOURCES(USES)  
Fiscal Year Ending June 30, 1995  
As of December 31, 1994  
(In Thousands)

	FY 94-95				VARIANCE FAVORABLE (UNFAVORABLE)
	ACTUAL FY93-94	ORIGINAL BUDGET	REVISED BUDGET	CURRENT PROJECTION	
<b>SAN FRANCISCO MUNICIPAL RAILWAY</b>					
<b>REVENUES</b>					
Sales Tax Allocation - MTC	\$18,666	\$18,870	\$18,870	\$18,870	\$0
Operating Assistance	6,811	5,913	5,913	5,913	0
MTC Bridge Toll Allocation	26,209	18,057	18,057	18,057	0
Parking Tax	0	12,650	12,650	12,900	250
Garage Rents	0	5,126	5,126	4,986	(140)
Other	12890	20,282	20,282	20,282	0
<b>Total Grants, Subventions and Parking Revenue</b>	<b>64,576</b>	<b>80,898</b>	<b>80,898</b>	<b>81,008</b>	<b>110</b>
Passenger Fares	96,522	96,278	96,278	92,253	(4,025) (dd)
<b>Total Revenues</b>	<b>\$161,098</b>	<b>\$177,176</b>	<b>\$177,176</b>	<b>\$173,261</b>	<b>(\$3,915)</b>
<b>EXPENDITURES &amp; ENCUMBRANCES</b>					
Personal Services	\$196,635	\$205,496	\$205,496	\$205,496	\$0
Contractual Services	21,989	25,525	25,525	25,672	(147)
Materials and Supplies	18,154	17,118	17,118	18,618	(1,500)
Claims	9,500	7,500	7,500	8,600	(1,100)
Workers' Compensation	7,446	6,372	6,372	8,482	(2,110)
Services of Other Departments	13,198	9,945	9,945	10,411	(466)
Other Operating Expenses	6,101	2,018	2,018	1,407	611
Facilities Maint. & Capital Projects	2,696	328	328	328	0
<b>Total Expenditures</b>	<b>\$275,719</b>	<b>\$274,302</b>	<b>\$274,302</b>	<b>\$279,014</b>	<b>(\$4,712)</b>
<b>OTHER FINANCING SOURCES(USES)</b>					
Traffic Fines/Meters Transfer	\$0	\$54,187	\$54,187	\$54,187	\$0
Other	8,014	8,110	8,110	11,710	3,600 (ee)
<b>Total Other Sources (Uses)</b>	<b>\$8,014</b>	<b>\$62,297</b>	<b>\$62,297</b>	<b>\$65,897</b>	<b>\$3,600</b>
<b>CONTRIBUTION FROM GENERAL FUND</b>	<b>\$106,607</b>	<b>\$34,829</b>	<b>\$34,829</b>	<b>\$39,856</b>	<b>(\$5,027)</b>

Notes to Revenue and Expenditure Projections  
Fiscal Year Ending June 30, 1995  
As of December 31, 1994

(dd) Passenger Fares

Fare revenues received through December 1994 were \$2.1 million (4.3%) below plan partially due to a decline in ridership. Projecting annual revenues at 4.3% below plan gives an estimated \$4.0 million shortfall in fare revenues for 1994-95. Of the total estimated shortfall, \$3.3 million is due to a reduction in Fast Pass revenues and \$0.4 million in cable care revenues. Adult Discount and Youth Pass sales have also decreased by 4.5% over last year, adding \$0.3 million to the shortfall and reversing a long-term trend of increasing sales.

(ee) Other Financing Sources

Muni Railway is applying for a \$1,500,000 grant from the San Francisco County Transportation Authority to fund bus parts to be purchased this fiscal year. In addition, MUNI believes \$2,100,000 of Transit Impact Development Fee (TIDF) funds will be eligible for transfer to their operating fund due to the deobligation of Woods Division capital project funds.

SCHEDULE OF BUDGETED AND PROJECTED REVENUES,  
EXPENDITURES AND OTHER SOURCES(USES)  
Fiscal Year Ending June 30, 1995  
As of December 31, 1994  
(In Thousands)

	FY 94-95				VARIANCE FAVORABLE (UNFAVORABLE)
	ACTUAL FY93-94	ORIGINAL BUDGET	REVISED BUDGET	CURRENT PROJECTION	
<b>SAN FRANCISCO GENERAL HOSPITAL</b>					
<b>REVENUES:</b>					
Patient Net Revenue	\$219,318	\$219,204	\$219,204	\$221,374	\$2,170 (ff)
Other	2,192	3,185	3,185	3,185	0
Total Charges for Services	\$221,510	\$222,389	\$222,389	\$224,559	\$2,170
Realignment Revenue	43,848	49,574	49,574	49,574	0
<b>TOTAL REVENUES</b>	<b>\$265,358</b>	<b>\$271,963</b>	<b>\$271,963</b>	<b>\$274,133</b>	<b>\$2,170</b>
<b>EXPENDITURES &amp; ENCUMBRANCES</b>					
Personal Services	\$153,492	\$141,634	\$141,634	\$141,840	(\$206) (gg)
Contractual Services	54,179	65,695	65,695	64,695	1,000
Materials and Supplies	29,162	28,305	28,305	27,805	500
Services of Other Departments	8,007	7,997	7,997	7,997	0
Workers' Compensation	1,624	1,350	1,350	1,542	(192)
Other Operating Expenses	68,512	64,517	64,517	69,590	(5,073) (ff)
Facilities Maint. & Capital Projects	4,248	6,944	6,944	6,944	0
<b>TOTAL EXPENDITURES</b>	<b>\$319,224</b>	<b>\$316,442</b>	<b>\$316,442</b>	<b>\$320,413</b>	<b>(\$3,971)</b>
<b>OTHER FINANCING SOURCES(USES)</b>	<b>\$18,256</b>	<b>\$22,281</b>	<b>\$22,281</b>	<b>\$22,281</b>	<b>\$0</b>
<b>CONTRIBUTION FROM GENERAL FUND</b>	<b>\$35,610</b>	<b>\$22,198</b>	<b>\$22,198</b>	<b>\$24,019</b>	<b>(\$1,821)</b>

**Notes:**

(ff) Budgeted revenue of \$2 million to be claimed through the State's MediCal Administrative Claiming (MAC) program will not be realized, as the federal Health Care Financing Administration (HCFA) has notified the State that hospitals are not eligible for claiming under MAC. Expenditure savings are expected to offset the shortfall.

In addition, State amendments to the SB 855 Disproportionate Share Providers program for FY94-95 have increased SFGH's gross revenues by \$4.2 million, and the City's required contribution by \$5.7 million, resulting in a \$1.5 million decrease in net receipts.

(gg) SFGH's portion of salary increases for registered nurses is \$206,000, for which a supplemental appropriation will be requested. See schedule of pending supplemental appropriations on Page 18.



SCHEDULE OF BUDGETED AND PROJECTED REVENUES,  
EXPENDITURES AND OTHER SOURCES(USES)  
Fiscal Year Ending June 30, 1995  
As of December 31, 1994  
(In Thousands)

	FY 94-95				VARIANCE FAVORABLE (UNFAVORABLE)
	ACTUAL FY93-94	ORIGINAL BUDGET	REVISED BUDGET	CURRENT PROJECTION	
<u>LAGUNA HONDA HOSPITAL</u>					
REVENUES:					
Patient Net Revenue	\$93,199	\$102,283	\$102,283	\$100,560	(\$1,723)
Other	193	414	414	211	(203)
<b>TOTAL REVENUES</b>	<u>\$93,392</u>	<u>\$102,697</u>	<u>\$102,697</u>	<u>\$100,771</u>	<u>(\$1,926) (hh)</u>
EXPENDITURES & ENCUMBRANCES					
Personal Services	\$88,025	\$88,445	\$88,445	\$87,610	\$835 (ii)
Contractual Services	2,711	3,103	\$3,103	3,435	(332)
Materials and Supplies	6,137	7,145	\$7,145	6,155	990
Services of Other Departments	1,738	3,088	\$3,088	3,184	(96)
Workers' Compensation	1,521	1,435	\$1,435	1,385	50
Other Operating Expenses	1,105	1,253	\$1,253	922	331
Facilities Maint. & Capital Projects	492	620	\$620	620	0
<b>TOTAL EXPENDITURES</b>	<u>\$101,729</u>	<u>\$105,089</u>	<u>\$105,089</u>	<u>\$103,311</u>	<u>\$1,778</u>
OTHER FINANCING SOURCES(USES)	<u>\$2,819</u>	<u>\$486</u>	<u>\$486</u>	<u>\$486</u>	<u>\$0</u>
CONTRIBUTION FROM GENERAL FUND	<u>\$5,518</u>	<u>\$1,906</u>	<u>\$1,906</u>	<u>\$2,054</u>	<u>(\$148)</u>

Notes:

(hh) Revenue that was to result from a consulting contract with Deloitte & Touche is expected to be \$2 million below budget because of delays in completing the agreement. Savings in other appropriations will be achieved to offset most of the revenue shortfall.

(ii) Laguna Honda's portion of salary increases for registered nurses is \$96,000, for which a supplemental appropriation will be requested. See schedule of pending supplemental appropriations on Page 18.

**1994-95 Six Month General Fund Status Report  
February 06, 1995  
Pending or Potential Supplemental Appropriations**

**Departments Showing Deficits on Projection**

Department	Amount of Deficit Projected	Amount of Supplemental	Where pending on 2/6/95	Purpose
Adult Probation	\$280,000		Department	Salaries, etc.
CAO	\$54,000	\$53,700	Controller	CAO retirement
District Attorney	\$297,000	\$496,889	Budget Comm	Salaries, etc.
Health	\$387,000	\$387,000	Department	Nurses MOU
Health-General Hospital	\$1,545,160	\$1,545,160	Mayor	SB 855 Increased Match
Health-Mental Health	\$206,000	\$206,184	Board-1st Read	Forensics-salaries
HRD-Workers Comp	\$624,431		Department	Workers Comp-all depts.
Juvenile Court	\$142,000		Department	Overtime
Muni Railway	\$5,027,000	\$5,027,000	Department	Revenues, etc.
Police	\$1,973,000	\$1,921,844	Budget Comm	Salaries, Overtime
Public Defender	\$360,000	\$242,779	Mayor	Salaries, etc.
<b>TOTAL IN PROJECTION</b>	<b>\$10,895,591</b>	<b>\$9,880,556</b>		

**Departmental Requests Not Included in Projected Deficits**

Department	Amount of Deficit Projected	Amount of Supplemental	Where pending on 2/6/95	Purpose
Board of Supervisors		\$154,980	Mayor	Zero based budget
Board of Supervisors		\$100,000	Budget Comm	Charter Reform
Board of Supervisors		\$150,000	Mayor	Public Power
Board of Supervisors		\$25,000	Budget Comm	Elections Task Force
CAO		\$23,508	Mayor	ABAG Member Dues
General City Resp.		\$103,819	Board-1st Read	Dept Incentive Plan
Health		\$125,000	Mayor	Managed Care
Health		\$220,000	Controller	Center for Special Prob
Health		\$207,103	Department	Asset Forfeiture thru 2/15
Health		\$749,000	Department	Asset Forfeiture thru 6/30
Human Resources		\$182,885	Controller	Workers Comp salaries
Human Resources		\$500,000	Department	Employee Relations
Human Resources		\$85,000	Department	Mgmt Info Systems
Human Resources		\$80,000	Department	Drug Testing
Juvenile Court		\$777,487	Mayor	Facilities Maintenance
Mayor		\$50,000	Board-1st Read	Kobe Earthquake relief
Police		\$332,600	Budget Comm	Guns
Police		\$656,600	Department	Miscellaneous
Real Estate		\$73,520	Budget Comm	War Memorial Security
Sheriff		\$426,702	Budget Comm	New Jail
Sheriff		\$400,449	Controller	Court Security & Overtime
<b>TOTAL ADDITIONAL</b>		<b>\$5,423,653</b>		