



Edward Harrington
Controller

John W. Madden
Chief Assistant Controller

April 4, 1995

The Honorable Frank M. Jordan
Mayor, City and County of San Francisco
Room 336, Veterans Building

The Honorable Board of Supervisors
Room 308, Veterans Building

Re: 1994-95 Eight 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 eight 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	\$11,048
Revenue	\$1,386,829	\$1,401,340	\$1,401,334
Transfers In	\$113,843	\$113,843	\$114,443
Expenditures	(\$1,283,251)	(\$1,302,263)	(\$1,293,091)
Transfers Out	(\$212,590)	(\$212,590)	(\$220,559)
General Fund Reserve	\$8,035	\$10,828	\$13,175

Summary

In the past few months the economy has improved; revenues are now performing close to budget and better than we had estimated in our last report. In addition, most City Departments are spending at or under budget which allows us to fund those that have deficits. This projection shows that the City will have sufficient funds to absorb all projected deficits in General Fund departments and Muni Railway and still have \$13.2 million available to fund some additional requests for this year with the remainder providing a beginning surplus for the 1995-96 budget. This balance includes \$3 million of new money from the Business Tax Amnesty program that otherwise would not have been available.

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

Beginning Balance

These numbers are substantially the same as in our six month projections.

Revenues and Transfers In

Overall, revenues and transfers in are \$594,000 over revised budget.

Property taxes continue to be down, are under budget and are projected to be \$1.6 below what we had projected earlier this year. **Business Taxes** have come in quite strong, primarily due to the Business Tax Amnesty Program. This program generated about \$4 million in receipts. Some of these monies would have been received in the normal course of the year, but we estimate \$3 million of this total would not have been collected this year without the Amnesty Program. **Regular Sales taxes** are 5% over last year and \$1.7 million over revised budget. **Public Safety-related (Prop. 172) sales taxes** are estimated to be 7% over last year and \$2.6 million over budget. **Utility Users tax** receipts are projected to be \$1.9 million under budget.

The **Vehicle Renter tax** is expected to be collected through June 30 and receipts are projected to be on target for this year. The **Payment in Lieu of Taxes (PILOT)** of \$1.6 million budgeted from the Housing Authority is now 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. The Department believes it can substantially cover these shortfalls through internal adjustments. **Muni Railway** is projected to have revenue shortages of \$4.5 million.

Expenditures and Transfers Out

As usual, most departments are spending below their budget targets. Several departments that had deficits in our six-month projections have been granted supplemental appropriations and no longer appear with deficit problems.

The **Fire Department** is projected to end the year with a \$1.6 million surplus due to changes in attrition patterns. The **Department of Social Services** expects to be \$4.8 million under budget in large part because of savings in the Foster Care and In-Home Supportive Services programs. In addition, 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 overspend by \$5.1 million, which will be partially offset by transfers in from the Transportation Authority and Transit Impact Development Funds. They will still need a supplemental appropriation to fix their budget (see page 14).

The **United Nations 50th Anniversary** celebration may require the expenditure of City funds. While no official estimates are available, preliminary plans indicate the event could result in expenditures of \$500,000 to \$1 million. There is a possibility of outside funding for these costs; they are not included in our calculations.

Transfers Out are increased by \$8 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 \$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. Our projected surplus assumes these requests would be funded.

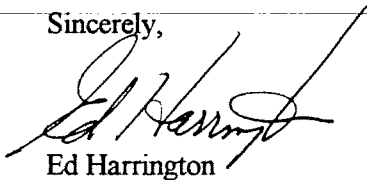
In addition, \$4 million of other supplemental requests are pending or expected which the Mayor and Board may choose to fund as policy matters. These also appear on page 18. If these are funded, the monies used would reduce the projected surplus.

Conclusion

The City has sufficient funds available to carry us through the rest of the fiscal year. Whatever funds are not used during 1994-95 will be available to fund the 1995-96 budget.

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 February 28, 1995
(In Thousands)

	FY94-95				
	ACTUAL FY93-94	ORIGINAL BUDGET	REVISED BUDGET	CURRENT PROJECTION	VARIANCE FAV. (UNFAV.)
GENERAL FUND					
PROPERTY TAXES	\$331,240	\$340,687	\$340,687	\$336,288	(\$4,400) (a)
BUSINESS TAXES					
Business registration tax	\$7,893	\$7,764	\$7,893	\$7,893	\$0 (b)
Gross receipts tax	23,856	24,187	22,555	22,555	0 (b)
Payroll tax	132,595	129,659	134,358	134,358	0 (b)
Amnesty	0	0	109	3,000	2,891 (c)
Total business taxes	\$164,344	\$161,610	\$164,915	\$167,806	\$2,891
OTHER LOCAL TAXES					
Sales tax	\$84,711	\$86,005	\$87,252	\$88,953	\$1,701 (d)
Hotel room tax	28,054	30,588	30,588	30,588	0 (e)
Utility users tax	46,577	51,032	51,032	49,088	(1,944) (f)
Parking tax	26,089	12,650	12,650	12,435	(215) (g)
Real property transfer tax	15,857	18,956	18,956	18,911	(45) (h)
Franchise tax	7,149	7,235	7,235	7,356	121 (i)
Admission tax	2,002	2,295	2,295	1,811	(484) (j)
Vehicle renter tax	1,323	2,030	2,030	2,030	0 (k)
Total other local taxes	\$211,763	\$210,791	\$212,038	\$211,172	(\$866)
GRANTS AND SUBVENTIONS					
Social service subventions	\$184,598	\$195,710	\$195,710	\$195,710	\$0 (l)
Health and welfare realignment	131,371	133,957	133,957	133,957	0
Health/mental health subv'ns	55,155	46,368	47,196	47,196	0 (m)
Public safety sales tax	42,575	42,840	42,840	45,477	2,637 (n)
Motor vehicle in lieu - county	35,007	34,783	34,783	35,429	646 (o)
Motor vehicle in lieu - city	24,774	25,624	25,624	26,592	968 (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	\$525,789	\$4,252

SCHEDULE OF BUDGETED AND PROJECTED REVENUES
Fiscal Year Ending June 30, 1995
As of February 28, 1995
(In Thousands)

	FY94-95				VARIANCE FAV. (UNFAV.)	
	ACTUAL FY93-94	ORIGINAL BUDGET	REVISED BUDGET	CURRENT PROJECTION		
GENERAL FUND						
LICENSES, FINES AND PENALTIES						
Licenses	\$5,080	\$5,336	\$5,336	\$5,336	\$0	
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.	\$51,258	\$53,724	\$53,733	\$53,714	(\$19)	
INTEREST/INVMT EARNINGS	\$28,932	\$7,738	\$16,734	\$16,734	\$0	(r)
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	12,410	(640)	(v)
Public safety service charges	6,131	8,345	8,345	8,259	(86)	
MediCal	5,624	17,888	17,888	17,888	0	(w)
Other service charges	5,610	5,498	5,598	5,438	(160)	(x)
Total charges for service	\$71,573	\$81,712	\$81,836	\$80,950	(\$886)	
RECOV. GEN. GOV'T COSTS	\$7,938	\$7,885	\$7,885	\$7,790	(\$95)	
OTHER REVENUES	\$1,681	\$1,975	\$1,975	\$1,092	(\$883)	(y)
TOTAL REVENUES	\$1,379,131	\$1,386,829	\$1,401,340	\$1,401,334	(\$6)	
TRANSFERS INTO GENERAL FUND:						
Hotel Tax		\$10,539	\$10,539	\$10,539	\$0	(e)
Airport		12,600	12,600	13,200	600	(z)
Hetch Hetchy		25,462	25,462	25,462	0	
Other transfers		65,242	65,242	65,242	0	
Total Transfers In:		\$113,843	\$113,843	\$114,443	\$600	
TOTAL GENERAL FUND RESOURCES		\$1,500,672	\$1,515,183	\$1,515,777	\$594	

Notes to Revenue Projections
Fiscal Year Ending June 30, 1995
As of February 28, 1995

(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 in 1993 and earlier. The FY94-95 budget and projection provide a reserve for assessment appeals filed in 1994.

The six-month projection showed a shortfall of \$2.8 million, due to a 0.5% drop in assessed values and increased loss estimates from appeals filed in 1994, partially offset by an increase in Teeter plan revenue. Unsecured property taxes are now expected to drop an additional \$1.6 million, for a total projected shortfall of \$4.4 million.

(b) Business Taxes

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. Collections recorded for the 1994 tax year (received in February and March 1995) support this growth rate.

(c) Business Tax Amnesty

Total collections from the business tax amnesty program in effect in December 1994 and January 1995 were \$4.0 million. A preliminary analysis suggests that of this amount, \$3.0 million or 75% would not have been received in the absence of the program. This estimate may be revised after further analysis by the Tax Collector. The ongoing annual revenue resulting from the amnesty will also be determined.

(d) 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. However, receipts to date, including sales from the holiday season, show growth of 5% over the same period in FY93-94. The resulting projected surplus is \$1.7 million.

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 February 28, 1995

(e) Hotel Tax

Hotel tax performance for the second quarter of the fiscal year (received in February) improved considerably over the first quarter. Activity to date indicates that hotel tax growth will be 5% over FY93-94, which is sufficient to meet budget estimates.

The general fund hotel tax revenue shown on Page 4 represents the 4% portion of the 12% hotel tax rate, or one-third of the total tax. In addition, the general fund receives a revenue transfer from the hotel tax fund (where the remainder of the tax is deposited). This transfer includes funding for the Fine Arts and Asian Art museums, and a residual unallocated amount. The transfer is shown on Page 5.

(f) Utility Users Tax

Receipts through February indicate that utility tax revenues will fall short of budgeted amounts for the fiscal year 1994-95. The variance from budget of \$1.9 million reflects gas & electricity (\$1.1 million), telephone (\$0.6 million), and water (\$0.2 million) users taxes.

(g) Parking Tax

Beginning with the 1994-95 fiscal year, the Department of Public Transportation (Muni Railway) receives one-half of the parking tax receipts previously dedicated to the General Fund. The General Fund and Muni each face an expected shortfall of \$0.2 million.

(h) Real Property Transfer Tax

Fiscal year 1994-95 revenue will exceed that of the prior year, reflecting the rate increase that took effect on October 15, 1994. Activity to date indicates collections will fall slightly short of budget, however.

(i) Franchise Tax

The surplus of \$0.1 million results from prior year payments resulting from audits.

(j) Stadium Admission Tax

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

Notes to Revenue Projections
Fiscal Year Ending June 30, 1995
As of February 28, 1995

(k) 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. The projection assumes that the tax will be collected through the final quarter of this fiscal year. Legislation is pending which will repeal the tax effective July 1, 1995, based on advice from the State Board of Equalization that collection of the tax jeopardizes the State's agreement to collect San Francisco's sales and use taxes.

(l) Social Service Subventions

Expenditures are projected to be \$11.8 million below budget, largely due to savings in the In-Home Supportive Services and Foster Care programs. Corresponding reimbursements are projected to be \$7.0 million below budget, leaving a net surplus of \$4.8 million. This surplus is reflected in the expenditure schedule.

(m) Health/Mental Health Subventions

Total net revenues in the Mental Health and Community Health Services departments are expected to be on budget.

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

Based on receipts to date and discussions with the State Department of Finance, Public Safety Sales Tax revenue is expected to be 7% above FY93-94, exceeding budget by \$2.6 million.

(o) Motor Vehicle in Lieu

A total projected surplus of \$1.6 million for both city and county apportionments is based on revenue received to date. Allocations from January through March improved considerably from earlier this fiscal year.

(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.

Notes to Revenue Projections
Fiscal Year Ending June 30, 1995
As of February 28, 1995

(r) Interest & Other Investment Earnings

Major fluctuations in Interest Earnings relate to the issuance of Tax and Revenue Anticipation Notes (TRANs). In 1993-94, we issued \$325 million of TRANs; in 1994-95 we could only issue \$175 million due to changes in Federal regulations. In 1994-95, the TRANs results in an increase of \$10.2 million of interest income and an increase of \$7.7 million of interest expense (shown in General City Responsibility on Page 12) for net revenue of \$2.5 million.

(s) Recreation Service Charges

Golf revenues have suffered because of heavy rains and resulting damage to courses, but the shortfall will 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.

(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 has been severely restricted by the federal Health Care Financing Authority (HCFA). The current projection assumes that these revenues will be realized, however, 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.

Notes to Revenue Projections
Fiscal Year Ending June 30, 1995
As of February 28, 1995

(x) Other Charges for Services

These charges are primarily for health services, and are projected to be on budget, as discussed in Footnotes (m) and (w). The shortfall of \$0.2 million reflects decreased revenue from boarding of prisoners by the Sheriff's office.

(y) 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. The resulting shortfall is offset in part by legal judgments awarded to the City.

(z) Airport Transfer

The airport estimates that annual service payments will be \$0.6 million higher than budgeted.

SCHEDULE OF BUDGETED AND PROJECTED EXPENDITURES
 Fiscal Year Ending June 30, 1995
 As of February 28, 1995
 (In Thousands)

GENERAL FUND	ACTUAL FY93-94	FY94-95			VARIANCE FAV. (UNFAV.)
		ORIGINAL BUDGET	REVISED BUDGET	CURRENT PROJECTION	
PUBLIC PROTECTION					
District Attorney	\$25,130	\$24,683	\$26,036	\$26,036	\$0
Public Defender	8,976	8,586	8,586	8,980	(394) (aa)
Sheriff	54,099	50,780	52,077	52,077	0 (bb)
Superior & Municipal Courts	44,675	46,334	46,334	46,334	0 (cc)
Juvenile Probation	19,018	20,802	20,802	20,802	0 (dd)
Adult Probation	7,174	6,786	6,786	7,056	(270) (aa)
Fire Department	119,525	126,506	126,506	124,956	1,550 (ee)
Police Department	168,029	187,069	189,323	189,323	0
Co. Agriculture - Wts./Measures	713	773	773	666	107
Animal Care and Control	1,734	1,891	1,891	1,845	46
Public Administrator/Guardian	2,245	2,408	2,408	2,321	87
Total Public Protection	\$451,318	\$476,618	\$481,522	\$480,396	\$1,126
PUBLIC WORKS, TRANSPORTATION AND COMMERCE					
Parking and Traffic Commission	\$16,081	\$18,005	\$18,005	\$17,130	\$875
Permit Appeals	239	264	264	251	13
PUC Light, Heat and Power	4,661	4,743	4,743	4,661	82
Electricity	3,748	3,695	3,695	3,683	12
Public Works	9,406	9,254	9,254	9,254	0
Total Public Works, etc.	\$34,135	\$35,961	\$35,961	\$34,979	\$982
HUMAN WELFARE AND NEIGHBORHOOD DEVELOPMENT					
Human Rights Commission	\$1,157	\$1,076	\$1,076	\$1,048	\$28
Social Services	300,525	314,610	314,610	309,842	4,768 (l)
Comm. on the Status of Women	1,213	1,184	1,184	1,169	15
Total Human Welfare, etc.	\$302,895	\$316,870	\$316,870	\$312,059	\$4,811
COMMUNITY HEALTH					
Medical Examiner/Coroner	\$2,969	\$2,818	\$2,818	\$2,616	\$202
Community Health Services	137,549	136,788	136,788	136,841	(53) (aa)
Community Mental Health	117,327	126,529	131,333	131,365	(32) (aa)
Total Community Health	\$257,845	\$266,135	\$270,939	\$270,822	\$117

SCHEDULE OF BUDGETED AND PROJECTED EXPENDITURES
Fiscal Year Ending June 30, 1995
As of February 28, 1995
(In Thousands)

	ACTUAL FY93-94	FY94-95		CURRENT PROJECTION	VARIANCE FAV. (UNFAV.)
		ORIGINAL BUDGET	REVISED BUDGET		
GENERAL FUND					
CULTURE AND RECREATION					
County Educational Office	\$1,719	\$1,719	\$1,719	\$1,719	\$0
Art Commission	1,353	1,271	1,271	1,249	22
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	1,529	0
Fine Arts Museum	3,252	3,254	3,254	3,130	124
Asian Art Museum	1,308	1,294	1,294	1,245	49
Law Library	209	236	236	228	8
Total Culture, etc.	\$78,717	\$74,401	\$74,401	\$74,198	\$203
GENERAL ADMINISTRATION & FINANCE					
Board of Supervisors	\$5,209	\$5,219	\$5,344	\$5,262	\$82
Assessor	6,127	5,855	5,855	5,488	367
City Attorney	5,887	5,626	5,626	5,626	0
Treasurer/Tax Collector	9,836	10,704	10,704	10,209	495
Controller	14,718	13,276	13,276	13,276	0
Ethics Commission	0	162	162	92	70
Mayor	4,608	4,818	4,868	4,868	0
City Planning	4,914	4,709	4,709	4,709	0
Civil Service	0	406	406	385	21
Human Resources	11,875	12,007	12,174	12,174	0
Workers' Comp. General Fund	12,558	11,712	11,712	12,514	(802) (ff)
Chief Administrative Officer	656	2,022	2,068	2,068	0
Real Estate	2,092	2,120	2,120	2,014	106
Recorder	1,227	1,315	1,315	1,282	33
Registrar	2,842	1,976	2,032	2,011	21
Purchaser	1,946	1,919	1,919	1,919	0
General City Responsibility	44,986	29,420	38,280	36,740	1,540 (gg)
Total General Admin.	\$129,481	\$113,266	\$122,570	\$120,637	\$1,933
TOTAL GENERAL FUND EXPS.	\$1,254,391	\$1,283,251	\$1,302,263	\$1,293,091	\$9,172
TRANSFERS OUT OF GENERAL FUND:					
Contribution to Muni		\$34,829	\$34,829	\$40,829	(\$6,000)
Contribution to SFGH		22,198	22,198	24,019	(1,355)
Contribution to LHH		1,906	1,906	2,054	(96)
Other transfers		153,657	153,657	153,657	0
Total Transfers Out:		\$212,590	\$212,590	\$220,559	(\$7,969)
TOTAL GENERAL FUND USES		\$1,495,841	\$1,514,853	\$1,513,650	\$1,203

Notes to Expenditure Projection
 Fiscal Year Ending June 30, 1995
 As of February 28, 1995

- (aa) Departments have submitted requests for supplemental appropriations, as shown on Page 18.
- (bb) The Sheriff has a projected deficit of \$188,533 for workers' compensation costs, which appears as part of the General Fund Workers' Compensation deficit, detailed in note (ff) below.
- (cc) The Courts have a projected surplus of \$220,000, which is being used as a source for a supplemental appropriation now pending at the Budget Committee.
- (dd) The Juvenile Probation Department has a projected deficit of \$264,033 for workers' compensation costs, which appears as part of the General Fund Workers' Compensation deficit, detailed in note (ff) below.
- (ee) The Fire Department's projected surplus of \$1,550,000 is generated by a lower-than-expected rate of attrition, which has reduced the need for overtime. The department is projecting a \$392,245 deficit for workers' compensation costs, however, which appears as part of the General Fund Workers' Compensation deficit detailed below. In addition, the department is expected to submit a supplemental appropriation request for \$225,000 to replace a Rescue Unit vehicle which was in an accident in March.

(f) Workers' Compensation

The current year's projection for Workers' Compensation for General Fund 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. FY93-94 expenditures are included for comparison purposes. A supplemental appropriation will be needed.

Department	FY93-94	FY94-95		Deficit
	Expenditures	Budget	Projection*	
Fire	\$3,813,064	\$3,604,249	\$3,996,494	(\$392,245)
Police	5,273,772	5,293,268	5,196,616	96,652
Sheriff	922,265	601,159	789,692	(188,533)
Juvenile Court	392,052	281,341	545,374	(264,033)
District Attorney	190,783	104,051	151,023	(46,972)
Other General Fund	1,966,500	1,827,907	1,835,165	(7,258)
Total General Fund	\$12,558,436	\$11,711,975	\$12,514,364	(\$802,389)

* Source: Human Resources Department, Workers' Compensation Division

- (g) 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 February 28, 1995

(In Thousands)

	FY 94-95				
	ACTUAL FY93-94	ORIGINAL BUDGET	REVISED BUDGET	CURRENT PROJECTION	VARIANCE FAV. (UNFAV.)
SAN FRANCISCO MUNICIPAL RAILWAY					
REVENUES					
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	12,435	(215) (g)
Garage Rents	0	5,126	5,126	4,986	(140)
Other	12890	20,282	20,282	20,282	0
Total Grants, Subventions and Parking Revenue	64,576	80,898	80,898	80,543	(355)
Passenger Fares	96,522	96,278	96,278	92,162	(4,116) (hh)
Total Revenues	\$161,098	\$177,176	\$177,176	\$172,705	(\$4,471)
EXPENDITURES & ENCUMBRANCES					
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	8,899	(2,527)
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
Total Expenditures	\$275,719	\$274,302	\$274,302	\$279,431	(\$5,129)
OTHER FINANCING SOURCES(USES)					
Traffic Fines/Meters Transfer	\$0	\$54,187	\$54,187	\$54,187	\$0
Other	8,014	8,110	8,110	11,710	3,600 (ii)
Total Other Sources (Uses)	\$8,014	\$62,297	\$62,297	\$65,897	\$3,600
CONTRIBUTION FROM GENERAL FUND	\$106,607	\$34,829	\$34,829	\$40,829	(\$6,000) (aa)

Notes to Revenue and Expenditure Projections
Fiscal Year Ending June 30, 1995
As of February 28, 1995

(hh) Passenger Fares

Fare revenues are expected to be approximately \$4.1 million below budget, as in the six-month projection report.

(ii) Other Financing Sources

MUNI Railway has received 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 has requested \$2,100,000 of Transit Impact Development Fee (TIDF) funds which are expected to be transferred by supplemental appropriation 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 February 28, 1995
(In Thousands)

	ACTUAL FY93-94	FY 94-95			VARIANCE FAV. (UNFAV.)	
		ORIGINAL BUDGET	REVISED BUDGET	CURRENT PROJECTION		
SAN FRANCISCO GENERAL HOSPITAL						
REVENUES:						
Patient Net Revenue	\$219,318	\$219,204	\$219,204	\$221,671	\$2,467	(jj)
Other	2,192	3,185	3,185	3,185	0	
Total Charges for Services	\$221,510	\$222,389	\$222,389	\$224,856	\$2,467	
Realignment Revenue	43,848	49,574	49,574	49,574	0	
TOTAL REVENUES	\$265,358	\$271,963	\$271,963	\$274,430	\$2,467	
EXPENDITURES & ENCUMBRANCES						
Personal Services	\$153,492	\$141,634	\$141,634	\$141,840	(\$206)	(kk)
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	1,549	(199)	
Other Operating Expenses	68,512	64,517	64,517	69,434	(4,917)	(jj)
Facilities Maint. & Capital Projects	4,248	6,944	6,944	6,944	0	
TOTAL EXPENDITURES	\$319,224	\$316,442	\$316,442	\$320,264	(\$3,822)	
OTHER FINANCING SOURCES(USES)	\$18,256	\$22,281	\$22,281	\$22,281	\$0	
CONTRIBUTION FROM GENERAL FUND	\$35,610	\$22,198	\$22,198	\$23,553	(\$1,355)	

Notes:

(jj) 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 of \$1 million and revenue enhancements totalling \$1 million 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 \$4.5 million, and the City's required contribution by \$5.6 million, resulting in a \$1.1 million decrease in net receipts. A supplemental appropriation is now pending with the Board of Supervisors.

(kk) 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 February 28, 1995
(In Thousands)

	FY 94-95				
	ACTUAL FY93-94	ORIGINAL BUDGET	REVISED BUDGET	CURRENT PROJECTION	VARIANCE FAV. (UNFAV.)
LAGUNA HONDA HOSPITAL					
REVENUES:					
Patient Net Revenue	\$93,199	\$102,283	\$102,283	\$98,500	(\$3,783)
Other	193	414	414	211	(203)
TOTAL REVENUES	\$93,392	\$102,697	\$102,697	\$98,711	(\$3,986) (II)
EXPENDITURES & ENCUMBRANCES					
Personal Services	\$88,025	\$88,445	\$88,445	\$88,264	\$181 (mm)
Contractual Services	2,711	3,103	\$3,103	2,435	668
Materials and Supplies	6,137	7,145	\$7,145	5,155	1,990
Services of Other Departments	1,738	3,088	\$3,088	2,409	679
Workers' Compensation	1,521	1,435	\$1,435	1,419	16
Other Operating Expenses	1,105	1,253	\$1,253	1,065	188
Facilities Maint. & Capital Projects	492	620	\$620	620	0
TOTAL EXPENDITURES	\$101,729	\$105,089	\$105,089	\$101,367	\$3,722
OTHER FINANCING SOURCES(USES)	\$2,819	\$486	\$486	\$654	(\$168)
CONTRIBUTION FROM GENERAL FUND	\$5,518	\$1,906	\$1,906	\$2,002	(\$96)

Notes:

(II) Revenue that was to result from a consulting contract with Deloitte & Touche is expected to be \$3.5 million below budget because of delays in starting the engagement. The balance of the shortfall is due to delays in implementation of other revenue enhancements. Expenditures have been severely reduced or delayed to compensate for the revenue shortfall.

(mm) 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 Eight Month General Fund Status Report
April 4, 1995
Pending or Potential Supplemental Appropriations**

Departments Showing Deficits on Projection				
Department	Amount of Deficit Projected	Amount of Supplemental	Where pending on 3/30/95	Purpose
Adult Probation	\$270,000	\$270,000	Mayor	Salaries, etc.
Health	\$387,000	\$387,000	Department	Nurses MOU
Health-General Hospital	\$1,149,131	\$1,149,131	Board - 1st Read	SB 855 Increased Match
HRD-Workers Comp	\$802,389	\$802,389	Department	Workers Comp-all GF depts.
Muni Railway	\$6,000,000	\$5,259,766	Mayor	Revenues, etc.
Public Defender	\$394,000	\$394,000	Budget Comm	Salaries, etc.
TOTAL IN PROJECTIO	\$9,002,520	\$8,262,286		

Departmental Requests Not Included in Projected Deficits				
Department	Amount of Deficit Projected	Amount of Supplemental	Where pending on 3/30/95	Purpose
Board of Supervisors		\$169,000	Mayor	Televise Board Hearings
Board of Supervisors		\$150,000	Mayor	Public Power
Board of Supervisors		\$149,520	Budget Comm	Zero based budget
CAO		\$23,508	Budget Comm	ABAG Member Dues
Electricity & Telecomm.		\$497,465	Board - 1st Read	Support for 800 meg radio
Fire		\$225,000	Department	Heavy Rescue Truck
Health		\$125,000	Budget Comm	Managed Care
Health		\$682,058	Budget Comm	Residential Treatment Beds
Health		\$388,000	Department	Nurses Dental
Human Resources		\$106,870	Department	Salaries
Human Resources		\$636,638	Mayor	Employee Relations
Human Resources		\$85,000	Department	Mgmt Info Systems
Human Resources		\$80,000	Department	Drug Testing
Mayor		\$35,000	Budget Comm	Mobilization Agst. AIDS
Public Defender		\$58,265	Budget Comm	Juvenile Dependency Attys
Real Estate		\$198,251	Budget Comm	Security
Sheriff		\$426,702	Budget Comm	New Jail - Construction Cost
TOTAL ADDITIONAL		\$4,036,277		