

Fly # 170653 & 170654
Received in Committee
6/23/17

OFFICE OF THE MAYOR
SAN FRANCISCO



EDWIN M. LEE *jm*
MAYOR

June 23, 2017

Supervisor Malia Cohen
Chair, Budget and Finance Committee
Board of Supervisors, City and County of San Francisco

Re: Technical Adjustments Round 2 to the Mayor's Proposed Budget

Dear Chair Cohen,

Per Charter Section 9.101, I am submitting the following round two technical adjustments to the Mayor's Proposed Budget for FY 2017-18 and FY 2018-19. Significant changes include:

- I. Increasing the size of the City's budget by \$11.2 million in FY 2017-18 and \$1.3 million in FY 2018-19:
 - Additional current year project closeouts, in the amount of \$4,231,312;
 - Additional year-end savings identified by the Budget and Legislative Analyst totaling \$3,216,266;
 - Additional unappropriated fund balance in Children's Fund and the Public Utilities Commission in the amount of \$1,065,000; and
 - Surplus revenue from current year cigarette litter abatement fee of \$350,000, as a one-time source.
- II. These technical adjustments also include the following adjustments that generate additional savings to facilitate Budget and Finance Committee adjustments, in addition to smaller cost-neutral corrections:
 - Allocating \$3,500,000 for health disparity spending for vulnerable communities;
 - One-time savings in the amount of \$1,500,000 in the Department of Public Health;
 - Savings in the amount of \$959,696 reflecting updated information from the State budget related to a reduction in revenue for the Superior Court youth foster legal advocacy program to reflect recent changes made in the state budget;
 - Savings in the amount of \$250,000 one-time to appropriately reflect necessary project funding levels;
 - Adding state and federal grant revenue and grant-funded positions to the Juvenile Probation Department that were not available in time to be reflected in the Mayor's proposed budget submission;
 - Moving funds from the Recreation and Parks Department and the Department of Public Works to the Department of Children, Youth & Their Families to ensure funding is budgeted at the department responsible for administering particular programs;
 - Correcting position funding and authority in the Department of Technology; and
 - Updating balancing entries from round one technical adjustments.

In addition, the balance of the Mayor's Technical Adjustment Reserve, \$5 million, is available for appropriation. Therefore, over the next two years there is \$15.8 million in General Fund for the Board of Supervisors to appropriate over the FY 2017-18 and FY 2018-19 budget.

Sincerely,

A handwritten signature in black ink, appearing to read "Melissa Whitehouse".

Melissa Whitehouse
Mayor's Budget Director

cc: Members of the Budget and Finance Committee
Harvey Rose, Budget and Legislative Analyst
Ben Rosenfield, Controller

Technical Adjustments Round 2 to the Mayor's Proposed Budget

GFS	Dept	Index	Proj	Grant	Char	Obj	Sobj	FY 2017-18 Amount Change	FY 2017-18 Savings /(Cost)	FY 2018-19 Amount Incremental Change (from FY 2017-18)	FY 2018-19 Saving / (Cost) - Cumulative
GFS	GEN	970022	PGEBDP17AD		06P	06P	06P00	(250,000)	250,000	250,000	0
GFS	CRT	115038			021	026	02699	(479,848)	479,848	0	479,848
GFS	JUV	120098			450	489	48999	305,069	305,069	91,124	396,193
GFS	JUV	120098			06P	06P	06P00	305,069	(305,069)	91,124	(396,193)
GFS	REC	REC367656	PRPSSY01		06P		06P00	(200,000)	200,000	0	200,000
GFS	CHF	230005	PMY007		038	038	03801	100,000	(100,000)	150,000	(250,000)
GFS	GEN	GECH009A932D			091	093	0932D	200,000	(200,000)	(150,000)	(50,000)
Self Supporting	ADM	70RESERVICES	PREPRJ000000		021	028	02800	225,000	(225,000)	(1,175,000)	950,000
Self Supporting	ADM	70RESERVICES	PREPRJ000000		086	086	086EC	(225,000)	225,000	0	0
Self Supporting	DBI	DBIADM			999	999	99999B	460,000	460,000	(183,949)	276,051
Self Supporting	CHF	235127	PCH00901		038	038	03801	200,000	(200,000)	(150,000)	(50,000)