

**CITY AND COUNTY OF SAN FRANCISCO**

Report to Government Audit and Oversight Committee  
Year Ended June 30, 2020



Certified  
Public  
Accountants

**CITY AND COUNTY OF SAN FRANCISCO**  
Report to Government Audit and Oversight Committee  
Year Ended June 30, 2020

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Government Audit and Oversight Committee  
Mr. Ben Rosenfield, Controller  
City and County of San Francisco  
San Francisco, California

We have audited the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the City and County of San Francisco, California (City) as of and for the year ended June 30, 2020, and have issued our report thereon dated February 26, 2021. Our report includes a reference to other auditors that audited the financial statements of the San Francisco County Transportation Authority, San Francisco International Airport, San Francisco Water Enterprise, Hetch Hetchy Water and Power, Municipal Transportation Agency, and San Francisco Wastewater Enterprise, as described in our report on the City's financial statements dated February 26, 2021. This communication does not include results of the other audits that are reported on separately by those auditors.

Professional standards require that we advise you of the following matters relating to our audit.

## **1. Our Responsibility in Relation to the Financial Statement Audit**

As communicated in our engagement letter dated July 1, 2020, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, as part of our audit, we considered the internal control of the City solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

## **2. Planned Scope and Timing of the Audit**

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

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**3. Compliance with All Ethics Requirements Regarding Independence**

The engagement team, others in our firm, as appropriate, our firm, and our network firms have complied with all relevant ethical requirements regarding independence

**4. Qualitative Aspects of the Entity's Significant Accounting Practices**

*Significant Accounting Policies*

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the City is included in Note 2 to the financial statements. There have been no initial selection of accounting policies and no changes in significant accounting policies or their application during the year ended June 30, 2020. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

*Significant Accounting Estimates*

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments.

The most sensitive accounting estimates affecting the City's financial statements are:

- a) Fair value of investments (including investment derivatives) and related net appreciation in the fair value of investments in the City Treasurer's investment pool and the pension trust fund;
- b) Accrual of claims liabilities;
- c) Estimated contractual adjustments and bad debt allowances for patient accounts receivable;
- d) Cost report settlement receivables and payables;
- e) Estimated bad debt allowance for accounts and loans receivable;
- f) Accrual of compensated absences;
- g) Depreciation estimates for capital assets, including depreciation methods and useful lives assigned to depreciable properties;
- h) Pension plans' employer and employee contribution requirements, the net pension liability of the pension plans and related deferred outflows and inflows of resources; and
- i) Other postemployment benefits (OPEB) plans contribution requirements, the net OPEB liability of the OPEB plans and related deferred outflows and inflows of resources.

Management's estimates were based on the following:

- a) Management's estimate of the fair value of investments in the City Treasurer's investment pool and the pension trust fund is discussed in Note 2(c) to the financial statements.

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- b) Liabilities for workers' compensation and general liability claims were based on actuarial evaluations using historical loss and other data. Other claims liabilities were estimated based on the City Attorney's judgment about the ultimate outcome of the claim.
- c) Estimated bad debt allowances for patient accounts receivable were based on historical experience. See d) below for basis for contractual adjustments.
- d) Estimated contractual adjustments for patient accounts receivable and cost report receivables and payables were based on prior cost report adjustments, previous regulatory settlements, and potential future retrospective adjustments.
- e) Estimated bad debt allowance for accounts receivable was based on historical experience and loans receivable was based on the type of loan (e.g., forgivable, deferred, grant or amortizing) and management's estimate regarding the likelihood of collectability based on loan provisions and collateral.
- f) Accrual of compensated absences is based on unused employee sick leave and vacation and the employees' pay rates at year-end and includes the City's share of social security and Medicare payments made on behalf of employees.
- g) Useful lives for depreciable property were determined by management based on the nature of the capital asset. The City uses the straight line method of depreciation and three different conventions for the amount of first-year depreciation based on the departments that purchased the capital assets.
- h) Pension plans' employer and employee contribution requirements, the net pension liability of the pension plans and related deferred outflows and inflows of resources are based on actuarial calculations performed by the City's and California Public Employees' Retirement System's independent actuaries.
- i) OPEB plans' employer and employee contribution requirements, the net OPEB liability of the OPEB plans and related deferred outflows and inflows of resources are based on actuarial calculations performed by the City's independent actuaries.

We evaluated the key factors and assumptions used to develop these accounting estimates and determined that they are reasonable in relation to the basic financial statements taken as a whole and in relation to the applicable opinion units.

*Financial Statement Disclosures*

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the City's financial statements relate to pension and other postemployment benefits. The disclosures about pension and other postemployment benefits in Note 9 to the financial statements are based on actuarial valuations.

**5. Significant Difficulties Encountered during the Audit**

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

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**6. Uncorrected and Corrected Misstatements**

For purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole and each applicable opinion unit. The attached schedule summarizes uncorrected financial statement misstatements whose effects in the current and prior periods, as determined by management, are immaterial, both individually and in the aggregate, to the financial statements taken as a whole and each applicable opinion unit.

**7. Disagreements with Management**

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the City's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

**8. Representations Requested from Management**

We have requested certain written representations from management, which are included in the management representation letter dated February 26, 2021.

**9. Management's Consultations with Other Accountants**

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

**10. Other Significant Matters, Findings, or Issues**

In the normal course of our professional association with the City, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, operating and regulatory conditions affecting the entity, and operational plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the City's auditors.

**11. Other Information in Documents Containing Audited Financial Statements**

Pursuant to professional standards, our responsibility as auditors for other information in documents containing the City's audited financial statements does not extend beyond the financial information identified in the audit report, and we are not required to perform any procedures to corroborate such other information. However, in accordance with such standards, we applied certain limited procedures to management's discussion and analysis, the pension plans schedules of the City's proportionate share of the net pension liability, changes in net pension liability and related ratios, changes in total pension liability and related ratios, and employer contributions, the postemployment healthcare benefits plans schedules of changes in net OPEB liability and related ratios and employer contributions and budgetary comparison schedule – General Fund, which are required supplementary information (RSI) that

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supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the combining and individual fund financial statements and schedules and the schedule of expenditures of federal awards, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the basic financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the basic financial statements themselves.

We were not engaged to report on the introductory and statistical sections, which accompany the basic financial statements but are not RSI. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Our responsibility also includes communicating to you any information which we believe is a material misstatement of fact. Nothing came to our attention that caused us to believe that such information, or its manner of presentation, is materially inconsistent with the information, or manner of its presentation, appearing in the financial statements.

This report is intended solely for the information and use of the Government Audit and Oversight Committee, Board of Supervisors, City management, and others within the organization, and is not intended to be, and should not be, used by anyone other than these specified parties.

*Macias Gini & O'Connell LLP*

San Francisco, California  
February 26, 2021

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**CURRENT YEAR RECOMMENDATIONS**

**2020-001 – Internal Controls Over Evaluation of Credit Balances  
Zuckerberg San Francisco General Hospital  
Significant Deficiency over Financial Reporting**

**Criteria**

Management is responsible for establishing and maintaining effective internal control, including evaluating and monitoring ongoing activities, to help ensure that appropriate goals and objectives are met; for the selection and application of accounting principles; and for the preparation and fair presentation of the financial statements in conformity with U.S. generally accepted accounting principles (U.S. GAAP). Under U.S. GAAP, financial statements that are prepared using the economic resources measurement focus and the accrual basis of accounting should recognize revenues and expenses for exchange transactions when the exchange takes place.

**Condition**

Zuckerberg San Francisco General Hospital (ZSFG) derives a significant portion of its charges for service revenues from patient service charges. For financial reporting, patient accounts receivable are recorded net of estimated allowances, which include allowances for contractual adjustments and bad debt. These allowances are based on current payment rates, including per diems, diagnosis-related group (DRG) reimbursement amounts and payment received as a percentage of gross charges.

Given the volume of transactions, hospitals must continuously reconcile patient accounts receivable with payments and credit adjustments, and evaluate negative patient receivable accounts that often result from overpayments, differences in coding classifications with insurance providers, incorrect or adjusted rates in the billing system, and other reasons. While negative patient receivable accounts resulting from overpayments represent a liability to the hospital, negative balances resulting from coding or other adjustments improperly understate patient accounts receivable. The evaluation of negative patient receivable accounts is a necessary and universal practice to the healthcare industry, and often involve coordination with external parties such as insurance providers.

As of June 30, 2020, ZSFG's net patient accounts receivable of \$65.6 million includes credit balances of \$31.3 million, which represents an 81% increase from the credit balance of \$17.3 million as of June 30, 2019. As of January 2021, ZSFG's analysis of these negative patient receivable accounts identified approximately \$21.6 million of the \$31.3 million credit balances to have resulted from coding and other adjustments. A similar analysis of credit balances as of June 30, 2019 identified \$8.0 million of adjustments. These adjustments were posted to the Epic electronic health record system, and subsequently to the PeopleSoft financial management system, during the months of correction in the subsequent fiscal year. As a result, the estimated net impact to ZSFG's financial statements is \$8.0 million of understated net position as of June 30, 2019, \$13.6 million of understated patient services revenues in fiscal year 2019-20 revenues, and \$21.6 million of understated patient accounts receivable as of June 30, 2020.

**Cause**

ZSFG did not have a process to review and properly reflect adjustments related to negative patient accounts receivable in the year in which the underlying transactions occurred in its financial statements.

**Effect**

Accounts receivable are understated at the date of the financial statements and revenues are not recognized in the proper fiscal year in accordance with U.S. GAAP.



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**CURRENT YEAR RECOMMENDATIONS (Continued)**

**Recommendation**

We recommend that management develop a process to examine credit balance accounts to determine the financial statements impact at least annually for financial reporting purposes. Regular reviews may assist in detecting any irregularities during the year.

**View of Responsible Officials and Corrective Action Plan**

1. Person Responsible: Matthew Sur, Reimbursement Manager  
Zuckerberg San Francisco General Hospital and Trauma Center
  
2. Corrective action plan: The Department of Public Health (DPH) is in agreement with the current year recommendation. Consistent with the recommendation, DPH implemented a project to reduce credit balances, and now the balance was reduced is down to approximately \$3 million as of March 16, 2021. In addition, DPH will review and update its policies and procedures with regards to credit balances to ensure revenues are properly recognized, and financial statements are fairly presented.
  
3. Anticipated implementation date: July 31, 2021.

**2020-002 – Period of Performance**

**Disaster Grants – Public Assistance (Presidentially Declared Disasters)**

**Material Weakness over Compliance**

Finding Reference:	2020-002
Federal Agency:	United States Department of Homeland Security
Pass-Through Agency:	State of California Office of Emergency Services
Federal Program Title:	Disaster Grants – Public Assistance (Presidentially Declared Disasters)
Federal Catalog Number:	97.036
Federal Grant Numbers:	PW 11-135199, PW 16-135603, PW 28-135725
Award Names:	San Francisco County Expedited Emergency Protective Measures, NonCongregate Shelter (NCS) – Countywide, San Francisco County Expedited Emergency Medical Care (EMC) Costs - 60 days

**Criteria**

The City’s grant awards under the Disaster Grants – Public Assistance (Presidentially Declared Disasters) program have stated periods of performance as follows for eligible federally-claimed expenditures:

- PW 11-135199 (February 22, 2020 to April 21, 2020)
- PW 16-135603 (April 1, 2020 to April 30, 2020)
- PW 28-135725 (February 22, 2020 to April 21, 2020)

**Condition**

The City claimed various non-labor expenditures for the fiscal year ended June 30, 2020 under the Disaster Grants – Public Assistance (Presidentially Declared Disasters) program which fell outside of the period of performance specified through the award agreements noted above. Specifically, a total amount of \$8,108,482 in non-labor costs claimed for the program was identified as being unallowable, of which \$6,081,362 was the federally claimed portion. This City subsequently corrected its schedule of expenditures of federal awards for the year ended June 30, 2020, reducing the reported total for the program by this amount.

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**CURRENT YEAR RECOMMENDATIONS (Continued)**

**Cause**

The City's internal controls over compliance were not adequately designed to properly identify and exclude expenditures that were not within the applicable period of performance of the Federal awards.

**Effect**

As a result of not having sufficient controls in place to identify and exclude non-labor expenditures falling outside of the period of performance, the City improperly claimed these expenditures under the program and included them on the SEFA for the year ended June 30, 2020.

**Questioned Costs**

The City adjusted its schedule of expenditures of federal awards to correct for the issues identified above. Thus there were no resulting questioned costs reported.

**Recommendation**

We recommend that the City examine and revise its current design of internal controls over compliance to ensure that expenditures on particular awards involving COVID-19 relief funding include only those expenditures falling within the specified period of performance.

**View of Responsible Officials and Corrective Action Plan**

1. Person Responsible: Mark de la Rosa, Acting Director of Audits  
Office of the Controller, City Services Auditor
  
2. Corrective action plan: The City agrees with the recommendation and has begun taking corrective action to mitigate the occurrence of such conditions in the future. The corrective action includes increased FEMA eligibility training for departments, leveraging information systems, and weekly collaboration meetings between the large departments and the Controller's Office to improve communication about and staff's understanding of the timing of using materials and incurring expenditures.
  
3. Anticipated implementation date: January 30, 2022.

**STATUS OF PRIOR YEAR RECOMMENDATION**

None Reported.

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**UNCORRECTED FINANCIAL STATEMENT MISSTATEMENTS**

Index	Opinion Unit	Description	STATEMENT OF NET POSITION					STATEMENT OF CHANGES IN NET POSITION	
			Assets	Deferred Outflows	Liabilities	Deferred Inflows	Net Position	Revenues	Expenses
			DR (CR)	DR / (CR)	DR (CR)	DR / (CR)	DR / (CR)	DR / (CR)	DR / (CR)
<b>GOVERNMENTAL ACTIVITIES</b>									
GA1	Governmental Activities	Deferred outflows of resources - pensions	\$ -	\$ (4,773,000)	\$ -	\$ -	\$ -	\$ -	\$ -
	Governmental Activities	Pension expense	-	-	-	-	-	-	4,773,000
	Governmental Activities	Deferred inflows of resources - pensions	-	-	-	5,199,000	-	-	-
	Governmental Activities	Pension expense	-	-	-	-	-	-	(5,199,000)
		<i>(To adjust deferred outflows/inflows of resources for pensions.)</i>							
GA2	Governmental Activities	Deferred Inflows - Assumption	\$ -	\$ -	\$ -	\$ 276,000	\$ -	\$ -	\$ -
	Governmental Activities	Deferred Inflows - Proportion	-	-	-	(1,433,000)	-	-	-
	Governmental Activities	Deferred Outflows - Assumption	-	(1,958,000)	-	-	-	-	-
	Governmental Activities	Deferred Outflows - Experience	-	(1,159,000)	-	-	-	-	-
	Governmental Activities	Deferred Outflows - Proportion	-	2,371,000	-	-	-	-	-
	Governmental Activities	Net Pension Liabilities	-	-	9,177,000	-	-	-	-
	Governmental Activities	Net Position	-	-	-	-	(2,817,000)	-	-
	Governmental Activities	Pension Expenses	-	-	-	-	-	-	(4,457,000)
		<i>(To record deferred outflows/inflows of resources for pensions due to changes in proportions in the Benefit Replacement Plan.)</i>							
GA3	Governmental Activities	Effect of net adjustments from General Fund (see below)	\$ (55,062,000)	\$ -	\$ -	\$ (526,000)	\$ -	\$ 55,588,000	\$ -
		<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<u>\$ (55,062,000)</u>	<u>\$ (5,519,000)</u>	<u>\$ 9,177,000</u>	<u>\$ 3,516,000</u>	<u>\$ (2,817,000)</u>	<u>\$ 55,588,000</u>	<u>\$ (4,883,000)</u>
<b>GOVERNMENTAL ACTIVITIES</b>									
BA1	Business-Type Activities	Effect of net adjustments from SF General Hospital (see below)	\$ 22,819,000	\$ 3,396,000	\$ (4,495,000)	\$ (2,442,000)	\$ (9,582,000)	\$ (12,015,000)	\$ 2,319,000
BA2	Business-Type Activities	Effect of net adjustments from Laguna Honda Hospital (see below)	(61,000)	1,824,000	(2,622,000)	(1,444,000)	(26,000)	753,000	1,576,000
BA3	Business-Type Activities	Effect of net adjustments from Port of San Francisco (see below)	-	138,000	(187,000)	(93,000)	(111,000)	-	253,000
		<b>TOTAL BUSINESS-TYPE ACTIVITIES</b>	<u>\$ 22,758,000</u>	<u>\$ 5,358,000</u>	<u>\$ (7,304,000)</u>	<u>\$ (3,979,000)</u>	<u>\$ (9,719,000)</u>	<u>\$ (11,262,000)</u>	<u>\$ 4,148,000</u>
<b>GENERAL FUND</b>									
GF1	General Fund	Loans receivable, Net - Current	\$ 18,223,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	General Fund	Loans receivable, Net - Noncurrent	(18,223,000)	-	-	-	-	-	-
		<i>(To reclassify the current portion of net loans receivable to current assets on the financial statements.)</i>							
GF2	General Fund	Fund balance - unassigned	\$ -	\$ -	\$ -	\$ -	\$ 44,703,000	\$ -	\$ -
	General Fund	Fund balance - nonspendable	-	-	-	-	(44,703,000)	-	-
		<i>(To reclassify the component of fund balance that relates to inventories.)</i>							
GF3	General Fund	Intergovernmental revenues - Federal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 55,588,000	\$ -
	General Fund	Deferred inflows of resources - unavailable revenues	-	-	-	(526,000)	-	-	-
	General Fund	Receivables - Federal grants and subventions	(55,062,000)	-	-	-	-	-	-
		<i>(To correct revenue recognition related to FEMA disaster grant funds.)</i>							
		<b>TOTAL GENERAL FUND</b>	<u>\$ (55,062,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (526,000)</u>	<u>\$ -</u>	<u>\$ 55,588,000</u>	<u>\$ -</u>

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Index	Opinion Unit	Description	STATEMENT OF NET POSITION					STATEMENT OF CHANGES IN NET POSITION	
			Assets	Deferred Outflows	Liabilities	Deferred Inflows	Net Position	Revenues	Expenses
			DR (CR)	DR / (CR)	DR (CR)	DR / (CR)	DR / (CR)	DR / (CR)	DR / (CR)
<b>SAN FRANCISCO GENERAL HOSPITAL</b>									
SFGH1	San Francisco General Hospital	Net patient services revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,592,000	\$ -
	San Francisco General Hospital	Receivables - Charges for Services	1,186,000	-	-	-	-	-	-
	San Francisco General Hospital	Net Position - beginning	-	-	-	-	(2,778,000)	-	-
		<i>(To record patient services revenues and receivables in the proper fiscal year.)</i>							
SFGH2	San Francisco General Hospital	Net patient services revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (13,607,000)	\$ -
	San Francisco General Hospital	Receivables - Charges for Services	21,633,000	-	-	-	-	-	-
	San Francisco General Hospital	Net Position - beginning	-	-	-	-	(8,026,000)	-	-
		<i>(To adjust patient revenues and receivables related to credit balance reconciliations between the patient billing system and the general ledger.)</i>							
SFGH3	San Francisco General Hospital	Deferred Inflows - Assumption	\$ -	\$ -	\$ -	\$ (135,000)	\$ -	\$ -	\$ -
	San Francisco General Hospital	Deferred Inflows - Proportion	-	-	-	(2,307,000)	-	-	-
	San Francisco General Hospital	Deferred Outflows - Assumption	-	959,000	-	-	-	-	-
	San Francisco General Hospital	Deferred Outflows - Experience	-	568,000	-	-	-	-	-
	San Francisco General Hospital	Deferred Outflows - Proportion	-	1,869,000	-	-	-	-	-
	San Francisco General Hospital	Net Pension Liabilities	-	-	(4,495,000)	-	-	-	-
	San Francisco General Hospital	Net Position	-	-	-	-	1,222,000	-	-
	San Francisco General Hospital	Pension Expenses	-	-	-	-	-	-	2,319,000
		<i>(To record deferred outflows/inflows of resources for pensions due to changes in proportions in the Benefit Replacement Plan.)</i>							
		<b>TOTAL SAN FRANCISCO GENERAL HOSPITAL</b>	<u>\$ 22,819,000</u>	<u>\$ 3,396,000</u>	<u>\$ (4,495,000)</u>	<u>\$ (2,442,000)</u>	<u>\$ (9,582,000)</u>	<u>\$ (12,015,000)</u>	<u>\$ 2,319,000</u>
<b>LAGUNA HONDA HOSPITAL</b>									
LHH1	Laguna Honda Hospital	Net patient services revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 753,000	\$ -
	Laguna Honda Hospital	Receivables - Charges for Services	(61,000)	-	-	-	-	-	-
	Laguna Honda Hospital	Net Position - beginning	-	-	-	-	(692,000)	-	-
		<i>(To record patient services revenues and receivables in the proper fiscal year.)</i>							
LHH2	Laguna Honda Hospital	Deferred Inflows - Assumption	\$ -	\$ -	\$ -	\$ (79,000)	\$ -	\$ -	\$ -
	Laguna Honda Hospital	Deferred Inflows - Proportion	-	-	-	(1,365,000)	-	-	-
	Laguna Honda Hospital	Deferred Outflows - Assumption	-	559,000	-	-	-	-	-
	Laguna Honda Hospital	Deferred Outflows - Experience	-	331,000	-	-	-	-	-
	Laguna Honda Hospital	Deferred Outflows - Proportion	-	934,000	-	-	-	-	-
	Laguna Honda Hospital	Net Pension Liabilities	-	-	(2,622,000)	-	-	-	-
	Laguna Honda Hospital	Net Position	-	-	-	-	666,000	-	-
	Laguna Honda Hospital	Pension Expenses	-	-	-	-	-	-	1,576,000
		<i>(To record deferred outflows/inflows of resources for pensions due to changes in proportions in the Benefit Replacement Plan.)</i>							
		<b>TOTAL LAGUNA HONDA HOSPITAL</b>	<u>\$ (61,000)</u>	<u>\$ 1,824,000</u>	<u>\$ (2,622,000)</u>	<u>\$ (1,444,000)</u>	<u>\$ (26,000)</u>	<u>\$ 753,000</u>	<u>\$ 1,576,000</u>

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<b>PORT OF SAN FRANCISCO</b>									
PORT1	Port of San Francisco	Deferred Inflows - Assumption	\$ -	\$ -	\$ -	\$ (6,000)	\$ -	\$ -	
	Port of San Francisco	Deferred Inflows - Proportion	-	-	-	(87,000)	-	-	
	Port of San Francisco	Deferred Outflows - Assumption	-	40,000	-	-	-	-	
	Port of San Francisco	Deferred Outflows - Experience	-	24,000	-	-	-	-	
	Port of San Francisco	Deferred Outflows - Proportion	-	74,000	-	-	-	-	
	Port of San Francisco	Net Pension Liabilities	-	-	(187,000)	-	-	-	
	Port of San Francisco	Net Position	-	-	-	-	(111,000)	-	
	Port of San Francisco	Pension Expenses	-	-	-	-	-	253,000	
		<i>(To record deferred outflows/inflows of resources for pensions due to changes in proportions in the Benefit Replacement Plan.)</i>							
		<b>TOTAL PORT OF SAN FRANCISCO</b>	<u>\$ -</u>	<u>\$ 138,000</u>	<u>\$ (187,000)</u>	<u>\$ (93,000)</u>	<u>\$ (111,000)</u>	<u>\$ 253,000</u>	
<b>AGGREGATE REMAINING FUNDS</b>									
AGG1	Aggregate Remaining Funds	Deferred Inflows - Assumption	\$ -	\$ -	\$ -	\$ (6,000)	\$ -	\$ -	
	Aggregate Remaining Funds	Deferred Inflows - Proportion	-	-	-	(270,000)	-	-	
	Aggregate Remaining Funds	Deferred Outflows - Assumption	-	40,000	-	-	-	-	
	Aggregate Remaining Funds	Deferred Outflows - Experience	-	24,000	-	-	-	-	
	Aggregate Remaining Funds	Deferred Outflows - Proportion	-	360,000	-	-	-	-	
	Aggregate Remaining Funds	Net Pension Liabilities	-	-	(187,000)	-	-	-	
	Aggregate Remaining Funds	Net Position	-	-	-	-	559,000	-	
	Aggregate Remaining Funds	Pension Expenses	-	-	-	-	-	(520,000)	
		<i>(To record deferred outflows/inflows of resources for pensions due to changes in proportions in the Benefit Replacement Plan.)</i>							
		<b>TOTAL AGGREGATE REMAINING FUNDS</b>	<u>\$ -</u>	<u>\$ 424,000</u>	<u>\$ (187,000)</u>	<u>\$ (276,000)</u>	<u>\$ 559,000</u>	<u>\$ (520,000)</u>	

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