

San Francisco Health Service System Proposed Budget for FYE 2025 and 2026

Budget and Appropriations Committee Presentation
June 12, 2024

Abbie Yant, Executive Director, Iftikhar Hussain, CFO



San Francisco Health Service System

Mission

SFHSS is dedicated to ensuring equitable, sustainable, and quality benefits that enhance the whole-person health and well-being of our members and their families throughout their lifecycles.

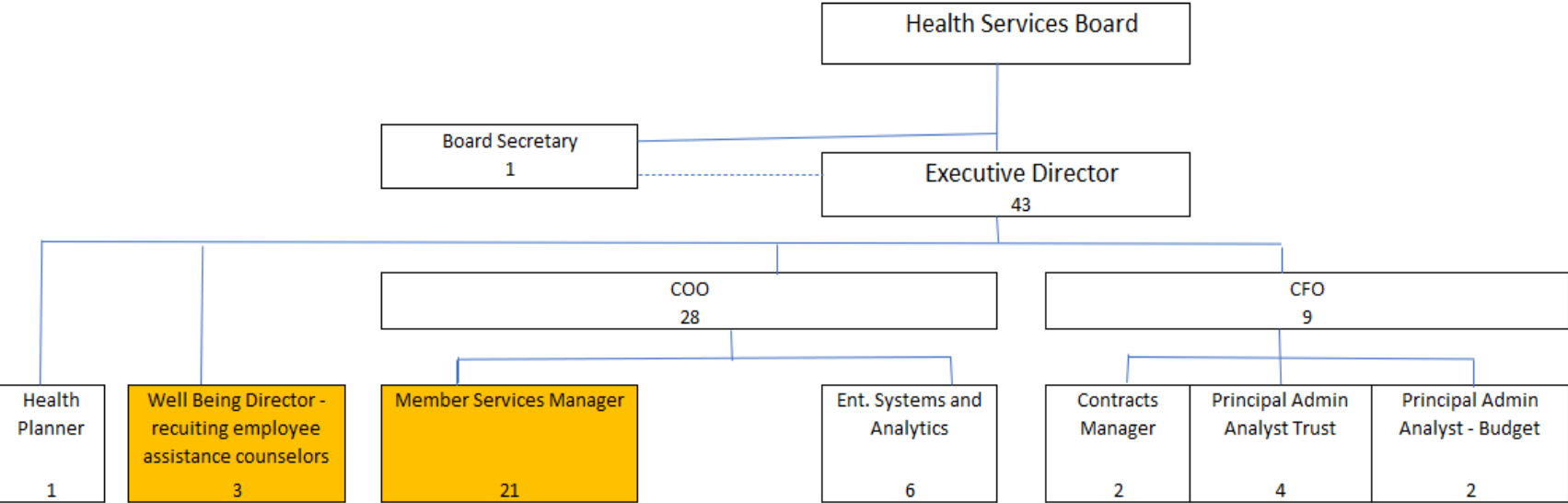
SFHSS Accountabilities

- 123,000 covered lives.
- Serving employees, retirees & dependents of CCSF, SFUSD, SFCCD and Courts
- Impact on CCSF budget:
 - High quality and affordable health benefits
 - Manage \$1B annual spend for health benefits
 - General Fund annual budget \$12.7 M and 43 FTEs administering overall benefits including wellness and mental health programs.

San Francisco Health Service System Divisions

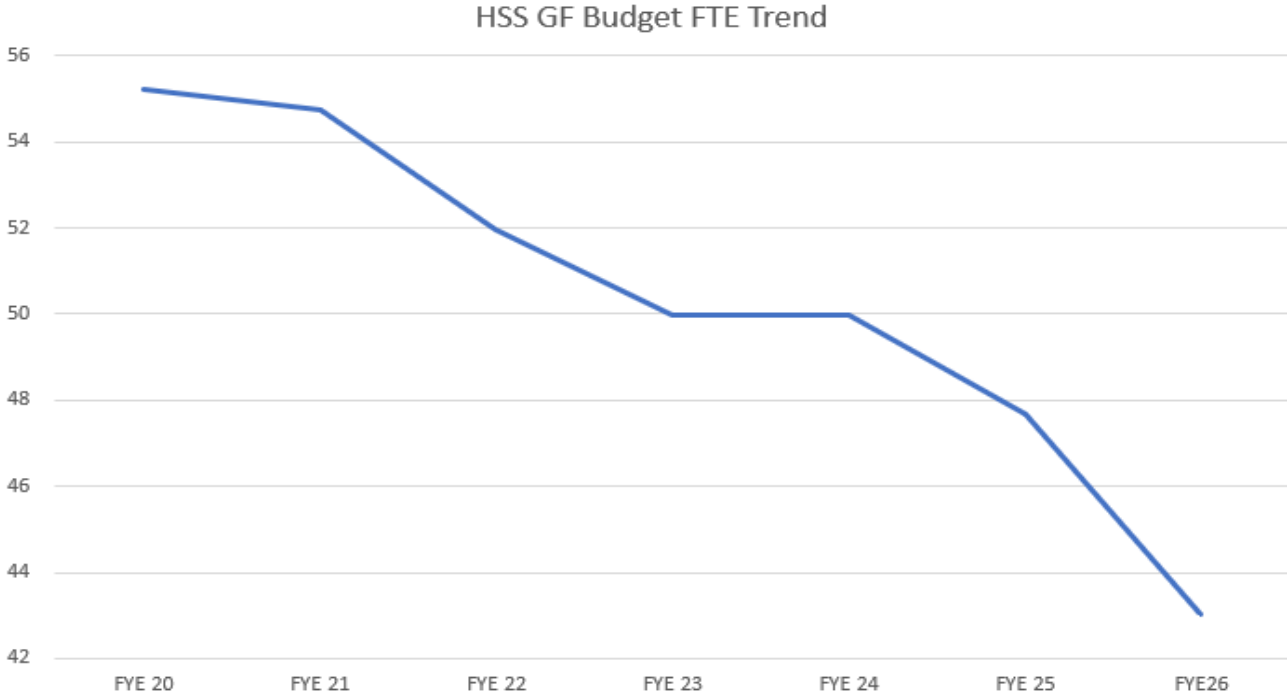
- Administration
 - Policy development, support Health Service Board, plan selection and performance management
- Member Services
 - The Member Services division, through an on-site call center, assists members with navigating their healthcare benefits and services. The primary objectives are to provide support and guidance to members in understanding their coverage options, accessing healthcare resources, and resolving any issues or concerns they may encounter
- Finance & Contract
 - Rates & Benefits, Annual 10 County Contribution Survey, contract solicitation compliance, vendor performance, funding administration and program integrity
- Enterprise Analytics
 - Implement new technology strategies, ensure systems and data security, performs administrative analysis and data management
- Well-Being/Employee Assistance Program (EAP)
 - Develop and maintain whole-person well-being programs, manage city-wide 24/7 EAP for CCSF employees

Organization Chart and Staffing – General Fund



- Total FTE budget is 43 FTEs net of 6 FTE attrition
- Currently 4 vacancies in Operations and EAP

HSS General Fund Budget FTE History



- Historical FTE changes:
 - FYE 2021 attrition target to meet cost reduction target
 - FYE 2022 increase attrition by 2 FTEs to fund EAP
 - FYE 2024 2 positions reduced to meet cost reduction target
 - FYE 2025 4 positions- 3 wellbeing and 1 communications reduced

Summary of Mayor's General Fund Budget Changes

- Eliminated funding for wellness from the General Fund. HSS will use Healthcare Sustainability Fund to continue the services.
- Maintained Employee Assistance Program funding.
- Reduction in services of other departments consist mainly of \$600K rent savings from lease renewal.

Budget with Mayor's Changes

(\$ in thousands)

	FYE 2024 Budget	FYE 2025			FYE 2026		
		Original Bud	Myr Update	Final	Original Bud	Myr Update	Final
Positions							
General Fund before attrition	52.96	50.97	(2.00)	48.97	50.97	(2.00)	48.97
Attrition	(5.29)	(5.90)	(0.03)	(5.93)	(5.91)	(0.06)	(5.97)
Net GF	47.67	45.07	(2.03)	43.04	45.06	(2.06)	43.00
Sources							
Charges for Services	9						
Other Revenues	460	641	1,163	1,804	475	105	580
Expenditure Recovery	13,200	12,882	(2,268)	10,614	13,434	(1,291)	12,144
EAP Recovery	193	260		260			
Total Sources	13,862	13,782	(1,105)	12,677	13,909	(1,186)	12,724
Uses - Operating Expenditures							
Salaries	6,309	6,028	(151)	5,877	6,295	(188)	6,106
Benefits	2,614	2,526	(145)	2,380	2,626	(138)	2,488
Non-Personnel Services	2,523	2,603	(226)	2,377	2,489	(269)	2,220
Materials and Supplies	44	63	(12)	51	100	(72)	28
Services of Other Depts	2,372	2,564	(566)	1,992	2,400	(514)	1,881
Total Uses	13,862	13,782	(1,100)	12,677	13,909	(1,181)	12,724