



CITY AND COUNTY OF SAN FRANCISCO
OFFICE OF THE CONTROLLER

Ben Rosenfield
Controller

Todd Rydstrom
Deputy Controller

May 17, 2017

Vicki Hennessy
City Hall, Room 456
1 Carlton B. Goodlett Place
San Francisco, CA 94102

Attention: Mylan Luong

RE: Contracting for Food Service at County Jails – FY 2017-18

The cost information and supplemental data provided by your office on the proposed contract for Food Service at County Jails have been reviewed by my staff.

If these services are provided at the proposed contract price, it appears they can be performed at a lower cost than if the work were performed by City employees.

The requirements of Charter Section 10.104.15 relative to the Controller's findings that work or services can be practically performed under private contract at a lesser cost than similar work performed by employees of the City and County of San Francisco have been satisfied. Attached is a statement of projected cost and estimated savings for Fiscal Year 2017-18 and the informational items provided by the department pursuant to San Francisco Administrative Code Section 2.15.

Following the approval of the Board of Supervisors, we will notify your department and the Purchaser that this Charter requirement has been met.

Please contact Theresa Kao at 415-554-5253 if you have any questions regarding this determination.

Sincerely,



Ben Rosenfield,
Controller

Enclosures

cc: Board of Supervisors' Budget Analyst
Human Resources, Employee Relations

DEPARTMENT: 06 - Sheriff

Program: Custody

COMPARATIVE COSTS OF CONTRACTING VS. IN-HOUSE SERVICES (1) (2)

FISCAL YEAR 2017-2018

ESTIMATED CITY COSTS:

PROJECTED PERSONNEL COSTS

	Class	Positions	BW Rate		Low	High
Food Service Manager Administrator	2620	1.0	\$2,904	\$3,890	\$ 75,493	\$ 101,148
Senior Food Service Supervisor	2619	4.0	\$2,412	\$2,932	\$ 250,875	\$ 304,971
Food Service Supervisor	2618	4.0	\$2,188	\$2,659	\$ 227,523	\$ 276,584
Cook	2654	7.0	\$2,265	\$2,752	\$ 412,225	\$ 500,893
Assistant Cook	2650	4.0	\$1,818	\$2,209	\$ 189,067	\$ 229,772
Holiday Pay					\$ 17,533	\$ 21,307
Premium Pay					\$ 22,080	\$ 26,833
Total Salary Costs		20.0			\$ 1,194,794	\$ 1,461,508

FRINGE BENEFITS

Fringe Benefits per FTE (2620)	\$ 44,581
Fringe Benefits per FTE (2619)	\$ 34,968
Fringe Benefits per FTE (2618)	\$ 33,012
Fringe Benefits per FTE (2654)	\$ 34,536
Fringe Benefits per FTE (2650)	\$ 30,647
Total Fringe Benefits	\$ 587,716 \$ 680,843

COST COMPARISON SUMMARY

ESTIMATED TOTAL CITY COST	\$ 1,782,511	\$ 2,142,351
LESS: ESTIMATED TOTAL CONTRACT COST	\$ (1,094,338)	\$ (1,096,312)
ESTIMATED SAVINGS	\$ 688,173	\$ 1,046,039
	% of Savings to City Cost	39% 49%

Comments/Assumptions:

1. These services have been contracted out since 1980.
2. CCSF and contract costs are presented as annualized costs.
3. Fringe benefits includes variable benefits (employer retirement, Social Security, Medicare, unemployment, and long-term disability, where applicable) and fixed benefits (health and dental).
4. Assumes that capital, operating and supply cost are the same for either the City or the Contractor.