

File No. 180588

Committee Item No. 12

Board Item No. 22

COMMITTEE/BOARD OF SUPERVISORS

AGENDA PACKET CONTENTS LIST

Committee: Budget & Finance Sub-Committee

Date July 12, 2018

Board of Supervisors Meeting

Date July 31, 2018

Cmte Board

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| <input type="checkbox"/> | <input type="checkbox"/> | Motion |
| <input type="checkbox"/> | <input type="checkbox"/> | Resolution |
| <input checked="" type="checkbox"/> | <input checked="" type="checkbox"/> | Ordinance |
| <input type="checkbox"/> | <input type="checkbox"/> | Legislative Digest |
| <input checked="" type="checkbox"/> | <input checked="" type="checkbox"/> | Budget and Legislative Analyst Report |
| <input type="checkbox"/> | <input type="checkbox"/> | Youth Commission Report |
| <input type="checkbox"/> | <input type="checkbox"/> | Introduction Form |
| <input checked="" type="checkbox"/> | <input checked="" type="checkbox"/> | Department/Agency Cover Letter and/or Report |
| <input type="checkbox"/> | <input type="checkbox"/> | MOU |
| <input type="checkbox"/> | <input type="checkbox"/> | Grant Information Form |
| <input type="checkbox"/> | <input type="checkbox"/> | Grant Budget |
| <input type="checkbox"/> | <input type="checkbox"/> | Subcontract Budget |
| <input type="checkbox"/> | <input type="checkbox"/> | Contract/Agreement |
| <input type="checkbox"/> | <input type="checkbox"/> | Form 126 – Ethics Commission |
| <input type="checkbox"/> | <input type="checkbox"/> | Award Letter |
| <input type="checkbox"/> | <input type="checkbox"/> | Application |
| <input type="checkbox"/> | <input type="checkbox"/> | Public Correspondence |

OTHER (Use back side if additional space is needed)

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Completed by: Linda Wong Date July 5, 2018
 Completed by: Linda Wong Date July 18, 2018

1 [De-Appropriation and Re-Appropriation - Expenditures of \$6,174,381 Supporting Increased
2 Workers' Compensation Expenditures - Police Department - FY2017-2018]

3 **Ordinance de-appropriating \$6,174,381 from permanent salaries, and appropriating**
4 **\$6,174,381 to Police Department to support increases in Workers' Compensation**
5 **expenditures for FY2017-2018.**

6
7 Note: **Unchanged Code text and uncodified text** are in plain Arial font.
8 **Additions to Codes** are in *single-underline italics Times New Roman font*.
9 **Deletions to Codes** are in *strikethrough italics Times New Roman font*.
10 **Board amendment additions** are in double-underlined Arial font.
11 **Board amendment deletions** are in ~~strikethrough Arial font~~.

12 Be it ordained by the People of the City and County of San Francisco:

13 Section 1. The uses of funding outlined below are herein de-appropriated to reflect the
14 projected funding available for FY 2017-2018.

15
16 **USES De-Appropriation**

17 Fund /	Project & Activity /	Account	Description	Amount
18 Department ID	Authority			
19 10000	10001911-0002	501010	Permanent Salaries	\$6,174,381
20 GF Annual Account	PC Field Operations	Perm	Regular	
21 Ctrl /	Field Operations /	Salaries-		
22 232087	10000	Misc-Regular		
23 POL - FOB - Patrol	Operating			
24				
25 Total USES De-Appropriation				\$6,174,381

Section 2. The uses of funding outlined below are herein appropriated to reflect the projected uses of funding to support workers' compensation for FY 2017-2018.

USES Appropriation

Fund / Department ID	Project & Activity / Authority	Account	Description	Amount
10000	10001911-0002	581460	Workers'	\$6,174,381
GF Annual Account	PC Field Operations	GF-HR-	Compensation	
Ctrl /	Field Operations /	Workers'	Expenditures	
232087	10000	Comp Claims		
POL - FOB - Patrol	Operating			
Total USES Appropriation				\$6,174,381

Section 3: The Controller is authorized to record transfers between funds and adjust the accounting treatment of sources and uses appropriated in this ordinance as necessary to conform to Generally Accepted Accounting Principles.

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APPROVED AS TO FORM:
DENNIS J. HERRERA, City Attorney

By: 
BUCK DELVENTHAL
Deputy City Attorney

FUNDS AVAILABLE
BEN ROSENFELD, Controller

By: 
BEN ROSENFELD
Controller

Item 12 File 18-0588	Departments: Police Department
EXECUTIVE SUMMARY	
Legislative Objectives	
<p>The proposed ordinance (a) de-appropriates \$6,174,381 from Police Department’s permanent salaries account and (b) appropriates \$6,174,381 to the Police Department’s workers compensation account.</p>	
Fiscal Impact	
<ul style="list-style-type: none">• The Police Department’s FY 2017-18 expenditures for workers’ compensation exceeded the budgeted amount by \$6,174,381 due to illnesses, injuries, and deaths.• The Department has a General Fund salary savings because funded positions have been vacant due to injury, illness, and death. Compensation for the individuals associated with these incidents are recorded in the workers’ compensation account, rather than the salary account, creating a savings in salary account and a deficit in the workers’ compensation account.• The proposed ordinance transfers \$6,174,381 from the Police Department’s General Fund FY 2017-18 appropriation for salaries to the Department’s FY 2017-18 General Fund appropriation for workers’ compensation expenditures.• The Department considers these expenses extraordinary and does not expect its workers’ compensation expenditures to exceed the budgeted amount in FY 2018-19.	
Recommendation	
<ul style="list-style-type: none">• Approve the proposed ordinance.	

MANDATE STATEMENT

Charter Section 9.105 provides that amendments to the Annual Appropriation Ordinance be subject to Board of Supervisors approval by ordinance, after the Controller certifies the availability of funds.

DETAILS OF PROPOSED LEGISLATION

The proposed ordinance (a) de-appropriates \$6,174,381 from Police Department’s permanent salaries account and (b) appropriates \$6,174,381 to the Police Department’s workers’ compensation account.

FISCAL IMPACT

The proposed ordinance transfers \$6,174,381 from the Police Department’s General Fund FY 2017-18 appropriation for salaries to the Department’s General Fund FY 2017-18 appropriation for workers’ compensation expenditures. The Department has a General Fund salary surplus because funded positions have been vacant due to injury, illness, and death. Table 1 below summarizes the Police Department’s budget and actual spending for workers’ compensation.

Table 1: Police Department Workers’ Compensation Budget and Actual Expenditures, FY 2017-18

FY 2017-18	Amount
Budget	\$15,691,689
Expenditures	\$21,866,069
Funding deficit	\$6,174,380

Source: San Francisco Police Department

According to Ms. Catherine McGuire, Chief Financial Officer for the Police Department, workers’ compensation expenditures in FY 2017-18 have exceeded the budget originally allocated to that account due to extraordinary illnesses, injuries, and deaths. Compensation for the individuals associated with these incidents are recorded in the workers’ compensation account, rather than the salary account, creating a savings in salary account and a deficit in the workers’ compensation account. The Department considers these expenses extraordinary and does not expect its workers’ compensation expenditures to exceed the budgeted amount in FY 2018-19.

RECOMMENDATION

Approve the proposed ordinance.

OFFICE OF THE MAYOR
SAN FRANCISCO



MARK FARRELL
MAYOR

RECEIVED
BOARD OF SUPERVISORS
SAN FRANCISCO
2018 JUN -1 AM 11:35

To: Angela Calvillo, Clerk of the Board of Supervisors
From: Kelly Kirkpatrick, Acting Mayor's Budget Director
Date: June 1, 2018
Re: Mayor's FY 2018-19 and FY 2019-20 Budget Submission

Madam Clerk,

In accordance with City and County of San Francisco Charter, Article IX, Section 9.100, the Mayor's Office hereby submits the Mayor's proposed budget by June 1st, corresponding legislation, and related materials for Fiscal Year 2018-19 and Fiscal Year 2019-20.

In addition to the Annual Appropriation Ordinance, Annual Salary Ordinance, and Mayor's Proposed FY 2018-19 and FY 2019-20 Budget Book, the following items are included in the Mayor's submission:

- The budget for the Treasure Island Development Authority for FY 2018-19 and FY 2019-20
- The budget for the Office of Community Investment and Infrastructure for FY 2018-19
- 15 separate pieces of legislation (see list attached)
- A Transfer of Function letter detailing the transfer of positions from one City department to another. See letter for more details.
- An Interim Exception letter
- A memo highlighting technical adjustments to the Mayor's Proposed May 1st Budget
- A letter addressing funding levels for consumer price index increases for nonprofit corporations or public entities for the coming two fiscal years

If you have any questions, please contact me at (415) 554-6125.

Sincerely,

A handwritten signature in black ink, appearing to read "Kelly Kirkpatrick".

Kelly Kirkpatrick
Acting Mayor's Budget Director

cc: Members of the Board of Supervisors
Harvey Rose
Controller

1 DR. CARLTON B. GOODLETT PLACE, ROOM 200
SAN FRANCISCO, CALIFORNIA 94102-4681
TELEPHONE: (415) 554-6141

DEPT	Budget & Finance Committee Calendar Date	Description or Title of Legislation	Type of Legislation
ADM	14-Jun	Neighborhood Beautification and Graffiti Clean-up Fund Tax Designation Ceiling	Ordinance
CON	14-Jun	Resolution Adjusting the Access Line Tax with the Consumer Price Index of 2018	Resolution
CON	14-Jun	Proposition J Contract Certification Specified Contracted-Out Services Previously Approved	Resolution
REC	14-Jun	Park Code - Tennis Center Fees	Ordinance
REC	14-Jun	Park Code - Golf Course Fees	Ordinance
CPC	15-Jun	Administrative Code – Planning Code Enforcement Fund	Ordinance
CPC	15-Jun	Planning Code - Fees for Certain Permits and Transportation Analysis	Ordinance
DAT	15-Jun	Administrative Code - Cash Revolving Fund for District Attorney's Office	Ordinance
DAT	15-Jun	Accept and Expend Grant - California Victim Compensation Board – Compensation for Crime Victims - \$2,164,014	Resolution
DPH	15-Jun	Health Code - Patient Rates 2017-2020	Ordinance
DPH	15-Jun	California Mental Health Services Authority – Participation Agreement – Presumptive Transfer	Resolution
DPH	15-Jun	Accept and Expend Grants- Recurring State Grant Funds - Department of Public Health- FY2018-2019	Resolution
HOM	15-Jun	Administrative Code - Mayor's Fund for the Homeless and Navigation Partnerships Fund	Ordinance
HOM	15-Jun	Homelessness and Supportive Housing Fund - FYs 2018-2019 and 2019-2020 Expenditure Plans	Resolution
POL	12-Jul	De-Appropriation and Re-Appropriation – Expenditures of \$6,174,381 Supporting Increased Workers' Compensation Expenditures – Police Department – FY 2017-2018	Ordinance

OFFICE OF THE MAYOR
SAN FRANCISCO



MARK FARRELL
MAYOR RECEIVED
BOARD OF SUPERVISORS
SAN FRANCISCO

2018 JUN -1 AM 11:42

07 _____

TO:  Angela Calvillo, Clerk of the Board of Supervisors
FROM: Mayor Farrell
RE: De-Appropriation and Re-Appropriation – Expenditures of \$6,174,381
Supporting Increased Workers' Compensation Expenditures – Police
Department – FY 2017-2018
DATE: June 1, 2018

Attached for introduction to the Board of Supervisors is an ordinance de-appropriating \$6,174,381 from permanent salaries, and appropriating \$6,174,381 to Police Department to support increases in Workers' Compensation expenditures for FY 2017-2018.

Should you have any questions, please contact Andres Power (415) 554-5168.

1 DR. CARLTON B. GOODLETT PLACE, ROOM 200
SAN FRANCISCO, CALIFORNIA 94102-4681
TELEPHONE: (415) 554-6141

