

DEPARTMENT OF PUBLIC HEALTH FY 2018-2020 BUDGET

February 20, 2018

FY 18-20 Proposed Budget

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February 6

- FY 2018-19 Base Budget Overview

February 20

- Completed Balancing Plan with Final Initiatives
- Used opportunities with one-time project funding to level out our budget proposal

Electronic Health Records Funding

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<u>Baseline EHR Project Expenditures</u>	<u>FY17-18</u>	<u>FY 18-19</u>	<u>FY 19-20</u>	<u>3-Year Total</u>
Annual Project Costs	\$ 59,332	\$ 121,084	\$ 66,935	\$ 247,351
<u>Baseline Appropriation From Prior Year Initiatives</u>	<u>FY 15-17 - FY 17-18</u>	<u>Y2 FY 18-19</u>	<u>Y3 FY 19-20</u>	<u>3-Year Total</u>
FY 15-17 Base Project Funding	\$ 35,614	\$ 11,459	\$ 11,520	\$ 58,594
FY 16-18 One-Time Appropriation of 16-17 Fund Balance	\$ 31,404	\$ -	\$ -	\$ 31,404
FY 17-19 Additional Base Project Funding	\$ -	\$ 15,000	\$ 15,000	\$ 30,000
Annual Transfer In Offset by Revenue	\$ 75,000	\$ 25,000	\$ 25,000	\$ 125,000
Annual Project Appropriation	\$ 142,018	\$ 51,459	\$ 51,520	\$ 244,998
<u>FY 18-20 Funding Issues</u>	<u>FY17-18</u>	<u>FY 18-19</u>	<u>FY 19-20</u>	
Loss of UCSF Savings	\$ -	\$ -	\$ (10,300)	
Annual Surplus/(Deficit)	\$ 82,686	\$ (69,625)	\$ (25,715)	
Total Project Surplus/(Deficit)	\$ 82,686	\$ 13,061	\$ (12,653)	
<u>FY 18-20 Proposed Budget Initiative</u>	<u>FY17-18</u>	<u>FY 18-19</u>	<u>FY 19-20</u>	<u>3-Year Total</u>
One-Time Funding Increase for Implementation Phase	\$ -	\$ 23,353	\$ -	\$ 23,353
Reduction in Future Transfers to Offset Loss of UCSF Savings	\$ -	\$ -	\$ (10,300)	\$ (10,300)
Reduction in Future Transfers to Offset Additional Implementation Funding in 18-19	\$ -	\$ -	\$ (10,700)	\$ (10,700)
Total	\$ -	\$ 23,353	\$ (21,000)	\$ 2,353
Revised Project Appropriation	\$ 142,018	\$ 74,813	\$ 30,520	\$ 247,351
Revised Total Project Surplus/(Deficit)	\$ 82,686	\$ 36,415	\$ 0	

Additional Initiatives

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		FY 18-19		FY 19-20	
		Net GF Impact		Net GF Impact	
EMERGING NEEDS		Favorable/ (Unfavorable)		Favorable/ (Unfavorable)	
C4	Funding Electronic Health Records Project	\$	-(23,353,335)	\$	\$21,000,000
C5	Financial Systems Stabilization and Optimization	\$	-(4,374,035)	\$	-
C6	Transitioning Emergency Management Services Agency	\$	-(554,721)	\$	-(514,121)
TOTAL EMERGING NEEDS		\$	(28,239,091)	\$	20,475,897
REVENUES					
A4	Mental Health State Plan Amendment Revenues	\$	8,000,000	\$	-
TOTAL ADDITIONAL REVENUES		\$	\$8,000,000	\$	-
BUDGET NEUTRAL					
B2	Laguna Honda Hepatitis C Treatment	\$	-	\$	-
B3	Annual Adjustments to Environmental Health Fees	\$	-	\$	-
B4	ZSFG Specialty Pharmacy Expansion	\$	-	\$	-
TOTAL BUDGET NEUTRAL		\$	-	\$	-

FY 18-20 Budget Balancing – All Initiatives

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DPH Target	FY 18-19	FY 19-20	Two-Year Total
3% General Fund Reduction Target	(16,531,485)	(33,062,931)	(49,594,416)
Revenue Growth Assumed in Deficit	(10,338,324)	(25,272,053)	(35,610,377)
Subtotal Revenue and Expenditure Target	\$ (26,869,809)	\$ (58,334,984)	\$ (85,204,793)
	Favorable / (Unfavorable)	Favorable / (Unfavorable)	Two-Year Total
Summary of Initiatives			
Revenue	58,097,929	50,343,150	108,441,079
Budget Neutral	-	-	-
Emerging Needs	\$ (30,493,692)	\$ 4,104,244	\$ (26,389,448)
Less UC Affiliation Agreement Cost Assumed in Deficit		\$ 3,854,719	\$ 3,854,719
Subtotal All Initiatives	\$ 27,604,237	\$ 58,302,113	\$ 85,906,350
Net Balancing - Favorable/(Unfavorable)	\$ 734,428	\$ (32,872)	\$ 701,557
Other Initiatives			
Inflationary (does not affect target)	\$ -	\$ (4,951,434)	\$ (4,951,434)

Next Steps

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- February 21 – Budget Submission due to Controller and Mayor’s Office
- June 1 – Mayor’s Proposed Budget
- June – July Board Review of Budget