



San Francisco Department of Public Health

FY 2023-24
First Quarter Financial Report
September 2023



First Quarter Summary

First Quarter Report	Revenue			Expenditure			Total
	Revised	Current	Surplus/	Revised	Current	Surplus/	Surplus/
	Budget	Projection	(Deficit)	Budget	Projection	(Deficit)	(Deficit)
HGH - Zuckerberg SF General	\$ 1,115.4	\$ 1,147.3	\$ 32.0	\$ 1,159.8	\$ 1,178.3	\$ (18.4)	\$ 13.5
HLH - Laguna Honda Hospital	\$ 220.0	\$ 220.0	\$ -	\$ 337.2	\$ 355.5	\$ (18.3)	\$ (18.3)
HBH - Behavioral Health	\$ 277.1	\$ 277.2	\$ 0.2	\$ 405.3	\$ 385.2	\$ 20.0	\$ 20.2
HPC - Primary Care	\$ 63.6	\$ 64.6	\$ 0.9	\$ 137.6	\$ 131.1	\$ 6.5	\$ 7.4
HJH - Jail Health	\$ 0.7	\$ 0.7	\$ -	\$ 44.4	\$ 43.4	\$ 1.0	\$ 1.0
HNS - Health Network including HAH	\$ 18.9	\$ 16.1	\$ (2.8)	\$ 191.4	\$ 191.0	\$ 0.4	\$ (2.4)
HPH - Public Health Division	\$ 28.4	\$ 26.7	\$ (1.8)	\$ 110.5	\$ 99.4	\$ 11.1	\$ 9.3
HAD - DPH Operations	\$ 43.6	\$ 41.7	\$ (2.0)	\$ 176.0	\$ 176.0	\$ 0.0	\$ (1.9)
Total Operating	\$ 1,767.73	\$ 1,794.31	\$ 26.58	\$ 2,562.32	\$ 2,559.98	\$ 2.34	\$ 28.92



Highlights for Second Quarter Financials

- Figures in this report are preliminary and based on three months of actuals. Changes are likely over the course of the year due to
- No projection on Laguna Honda Revenues are provided until additional information regarding recertification and the State's changes to the Distinct Part Nursing Facility is received
- Does not include Mayor's Office Mid-Year reductions as instructed in October
- \$36.1 million (2.6%) of salary and fringe savings initially projected, but implemented changes and efficiencies may impact subsequent projections.
- No reporting on COVID-19 Costs as all expense are incorporated into operations and/or stepped down

Zuckerberg San Francisco General

\$13.5 million surplus



Major Variances	FY 23-24 GF Favorable / (Unfavorable)
Revenues - \$32 million favorable	
Net Patient Revenues	\$5.7
Medi-Cal Waiver Settlement for DSH and SNCP	\$8.0
Managed Care Supplementals – Rate Range and QIP	16.3
Graduate Medical Education Program	\$11.5
340 B revenue, pending specialty Rx contract	(\$9.5)
Expenditures – \$18.4 million shortfall	
Salary and Fringe Benefits	(1.9)
Non-personnel Services	(15.2)
Materials and Supplies	(0.5)

Laguna Honda Hospital

\$18.3 million deficit



Major Variances	FY 23-24 GF Favorable / (Unfavorable)
Expenditures	
Salary and Fringe Benefits	\$1.8
Non-Personnel Services	(\$20.4)
Materials & Supplies	\$1.0
Services of Other Departments	(\$0.7)

Behavioral Health

\$20.2 million surplus



Major Variances	23-24 GF Favorable / (Unfavorable)
Revenues	
Patient Revenues	(\$0.5)
2011 Realignment	\$0.7
Expenditures	
Salary and fringe benefits	\$11.5
Non-personnel Savings	\$8.8
Workers Comp work order	(\$0.3)



Primary Care: \$7.4 Million Surplus

Major Variances	FY 23-24 GF Favorable / (Unfavorable)
Revenues - \$1 million	
Patient Revenues	(\$1.0)
Supplemental Payments - QIP	\$2.0
Expenditures - \$6.2	
Salary and fringe benefits	\$6.2



Jail Health: \$1.0 million shortfall

Jail Health Services	FY 23-24 GF Favorable / (Unfavorable)
Expenditure	
Salary and Fringe Benefits	\$2.5
Non-personnel Services	(\$1.5)

Health Network Services: \$2.4 million deficit



Major Variances	FY 23-24 GF Favorable / (Unfavorable)
Revenues - \$2.8 million shortfall	
Patient revenues - ECM	(\$2.4)
HSF Participant Fees	(\$1.0)
HCAO Fees	\$0.5
CMAA	(\$0.9)
CCS	\$1.0
Expenditures - \$0.4	
Salary and fringe benefits	\$5.4
Non-personnel Services – as needed beds	(\$5.0)

Population Health Division: \$9.3 million surplus



Major Variances	23-24 GF Favorable / (Unfavorable)
Revenues	
Patient Revenues	(\$1.8)
Expenditures	
Salary and fringe benefits (\$3.1 M shift to grants).	\$11.1

Public Health Administration: \$2.0 M deficit



Major Variances	23-24 GF Favorable / (Unfavorable)
Revenues	
CMAA	(\$2.0)
Expenditures	
Salary and Fringe	(\$0.1)
Non Personnel Services	\$0.3
Service of Other Departments	(0.2)



DPH Revenue Management Reserve

- Section 12.6 of the administrative provisions of the Annual Appropriation Ordinance allows the deferral of DPH Revenue Management Reserve.
- Reserve is based on net Medi-Cal, Medicare and Patient Revenue and allows for up to 50% of surplus revenues to be deposited, up to a total of 5% of the two-year budgeted revenues.
- Estimated \$15.3 million withdrawal will be made at year end to balance shortfall, leaving \$108.6 million remaining in the reserve.

DPH Revenue Management Reserve as of Q1 2022-23					
Budgeted Revenues	Medi-Cal	Medicare	Patient Revenues	Less IGT	Annual total
FY 2022-23	1,061,266,522	191,432,968	122,869,166	(114,034,233)	1,262,120,134
FY 2023-24	1,019,131,750	188,379,336	123,446,637	(116,148,435)	<u>1,215,506,998</u>
			Total Revenues Over Two Years		2,477,627,132
			Starting Reserve Balance as of Q4 FY 22-23		123,881,357
			Q1 Expected Withdrawal		<u>(15,300,000)</u>
			Remaining Balance		108,581,357
Reserve balance as a percentage of Two year Medi-Cal, Medicare and Patient Revenues					4.38%



COVID Response Project Budget

<u>Branch</u>	<u>Revised Budget</u>	<u>Projection</u>	<u>Surplus/ (Deficit)</u>
CoVid OPS - Central Operations	8.1	7.5	0.5
CoVid OPS - SIP Hotels	-	1.7	(1.7)
CoVid OPS - Isolation & Quarantine Hotels	5.7	3.2	2.5
CoVid CDRU	4.0	2.4	1.5
CoVid OPS Community	19.7	19.6	-
CoVid PLN Epi & Surveillance	2.0	1.6	0.4
CoVid OPS Testing	16.3	16.0	0.3
CoVid OPS Vaccination	16.7	16.7	-
Total	72.5	68.8	3.7



COVID Response Project Budget

- \$3.7 million surplus projected, primarily due to the closeout of prior year encumbrances
 - \$2.5 million - Isolation and Quarantine Hotels
 - \$1.5 million – COVID Disease Response Unit
 - Savings offset by \$1.7 million shortfall in SIP hotels due to extension of services through the end of December 2022
- Projection assumes baseline level of services and does not include any service increases for revenue

Questions



Thank You