

Health Service System
General Fund - Administration
FY 2009-2010 Budget Overview

	A Base Budget	B Changes	Notes	C Budget Proposal
Other operating revenue-forfeitures	\$ -	\$ 302,490	a	\$ 302,490
Salaries & Benefits	3,965,758	48,761	b	4,014,519
Travel - Board & Staff	1,000	-		1,000
Training - Board & Staff	5,500	-		5,500
Rent and Contractual Services, including:	1,175,920	99,541	c	1,275,461
o Consulting	415,231	30,737	c	445,968
Materials & Supplies	31,318	-		31,318
Services of Other Departments, including:	692,323	(87,672)		604,651
o City Attorney	180,000	(60,000)	d	120,000
o Human Resources	334,533	(26,993)	e	307,540
o DOT Services	18,146	-		18,146
 Total Expenses	 5,871,819	 60,630		 5,932,449
 TOTAL BUDGET	 \$ 5,871,819	 \$ (241,860)	 f	 \$ 5,629,959

Notes:

- a. Forfeitures from Flexible Spending and Flexible Benefit accounts for plan year 2007-2008.
- b. No additional or reduction in positions, just StepM and related fringe adjustment due to staff reaching top step in salary range.
- c. Estimated budget enhancements per contract, increased volume, and prices.
- d. Reduction in City Attorney work order based on current and prior years' service levels and actual charges. No significant change in service levels anticipated for the budget year.
- e. Reduction in Worker's Compensation work order, lower estimates per DHR.

f Target budget reduction, calculated as percentage of General Fund departments allocation:

12.5% Reduction	\$ 241,860	ongoing
12.5% Contingency Reduction	241,860	one-time
Total	<u>\$ 483,720</u>	

To satisfy the first 12.5% reduction, two proposals are still under discussion with the Mayor's Office and the Controller's Office. One proposal has been reported to the Committee in previous meeting, which is direct charging of non-discretionary costs, third party administrator fees for Flexible and COBRA benefits. The other proposal is the revision in the way departments, receiving HSS cost allocation, are grouped and assigned costs.

Use of forfeitures meets the next 12.5% Contingency Reduction