



**Fiscal Year 2017-18 and  
Fiscal Year 2018-19**

**Budget Update and Discussion**

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FIRE COMMISSION  
FEBRUARY 8, 2017



## FY 17-18 and FY 18-19 Budget

### Agenda

1. Budget Instructions Overview and Timeline
2. Budget Document
3. Budget Changes
4. Budget Proposal
5. Open for Discussion/Questions



# FY 17-18 and FY 18-19 Budget Budget Timeline

| <u>Date</u>         | <u>Description</u>                                   |
|---------------------|--|
| February 8th, 2017  | Potential Discussion and Approval at Fire Commission |
| February 21st, 2017 | Budget Submissions Due from Departments              |
| June 1st, 2017      | Mayor's Budget Submitted to Board of Supervisors     |
| June 2017           | Department Budget Committee Hearings                 |
| July 2017           | Budget considered at Board of Supervisors            |



## FY 17-18 and FY 18-19 Budget

### Budget Instructions

- City is looking at a projected cumulative deficit over the next two fiscal years of approximately \$400 million, with deficits increasing in subsequent years
- Departments to propose on-going reductions to general fund support equal to 3% in each year (cumulative 6% in second year)
- Instruction of no new net positions





## FY 17-18 and FY 18-19 Budget

### Budget Summary

- Budget before Commission includes the baseline of what was passed last year as part of the FY16-17 budget process, with any salary and benefit rate changes incorporated into budget
- Incorporates current assumptions pertaining to the hiring plan for both H-2 and H-3 academies
- Numbers will change over next two weeks as staffing model is finalized in addition to other technical adjustments, but no large operational changes to be incorporated if approved



## FY 17-18 and FY 18-19 Budget

### Budget Changes by Appropriation

- Annualization of any new positions allocated in the current FY16-17 year
- Salary, City retirement contribution and health benefit changes included in salary and fringe amounts
- Increases in regular salaries from overtime as a result of Department's hiring plan
- Work orders, Capital/IT and project budgets finalized in coming months



## FY 17-18 and FY 18-19 Budget

### Budget Changes

#### Revenues

- Increases in Fire Prevention revenue to align with current and projected activity
- Increase proposed for EMS revenue given increases in call volume
- Small fee increase for Fire Prevention being proposed to capture costs; No fee increases being proposed outside of CPI increase for EMS





## FY 17-18 and FY 18-19 Budget

### Budget Changes

#### Administration and Support Services

- Annualization of new positions and attrition adjustment
- Increases in work orders approved in FY16-17 budget process, including projected workers compensation increases





## FY 17-18 and FY 18-19 Budget

### Budget Changes

#### Fire Prevention

- Maintain current staffing levels, consistent with new initiatives Fire Marshal has implemented in FY17
- Annualization of new positions in FY17
- Continuation of DBI-funded personnel
- Adjustment for overtime to reflect current year activity



## FY 17-18 and FY 18-19 Budget

### Budget Changes

#### Operations

- Salary and mandatory fringe benefit increases due to MOU and benefit rate adjustments
- Annualization of new positions in FY17
- Reduction in overtime and increase in personnel costs due to hiring plan
- Continuation of Fleet/Equipment replacement plan
- Airport positions annualized; H-28 position staffed



## FY 17-18 and FY 18-19 Budget

### Budget Changes

#### Projects/One-time funding

- Some one-time project funding removed
- COIT/Capital funding approved in first year during last year's process
- FF&E projects to be added





## FY 17-18 and FY 18-19 Budget

### Budget Proposal

- After review of budget, Department proposes revenue solutions totaling approximately \$705K in general fund support reductions.
- Additional cuts present operational issues in light of continuing call volume increases.
- Limited flexibility in other areas of budget (minimum staffing, MOU requirements, lack of non-personnel expenditure flexibility)



## FY 17-18 and FY 18-19 Budget

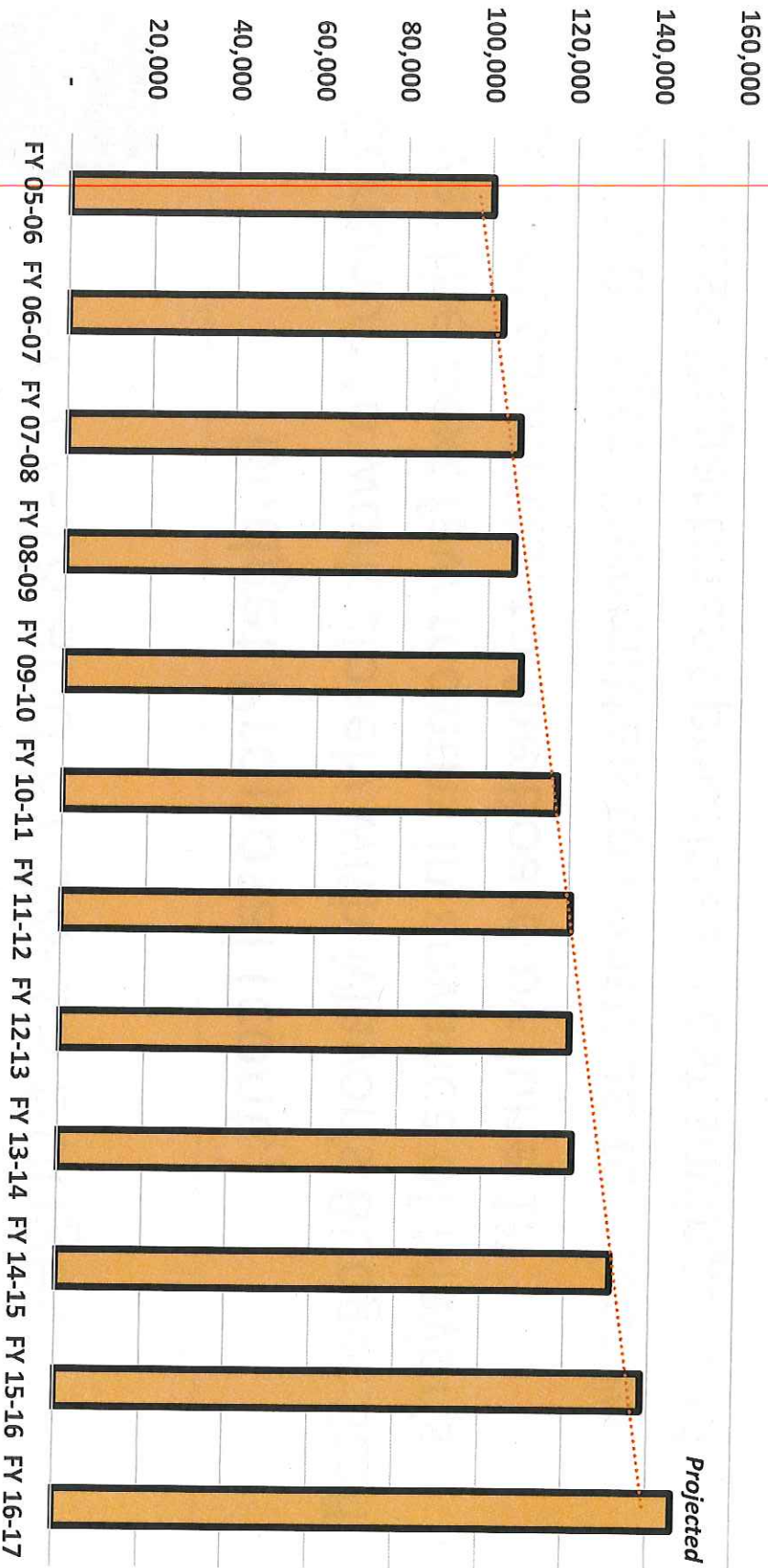
### Budget Proposal (cont.)

- Continue to work closely with Mayor's Budget Staff over the next few months in advance of Mayor's budget submittal to the Board by June 1<sup>st</sup>
- SFFD Budget Committee to continue to meet to address Department priorities, cost savings, and justifications
- Reconvening of City-wide Ambulance Working Group to examine EMS resources



# FY 17-18 and FY 18-19 Budget

Total Department Incidents







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# FY 17-18 and FY 18-19 Budget

## Questions/Discussion