

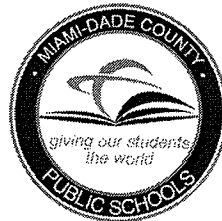
BUDGET WORKSHOP

Focus on

FY 2008-2009

Thursday, June 12, 2008

Financial Operations
Office of Budget Management



Objectives

- Summary of consensus items from previous board workshops
 - Reduction in Force
- Follow-up discussions and direction
 - Sale/Lease of WLRN spectrum
 - Repurposing/closing of schools
 - Class Size Reduction compliance
 - Food and Nutrition
 - Additional revenue losses/cost assumptions (since April 28, 2008)
- Budget timeline going forward
- Board decisions and directives on proposals (accept, reject or amend)

Sale of WLRN and Lease of EBS Spectrum

	ACCEPT	REJECT
➤ Sell or keep WLRN?	<input type="checkbox"/>	<input type="checkbox"/>

The Educational Broadband Service Spectrum will lease for \$3M per year with an upfront lump-sum payment of \$10M

➤ Use the estimated \$3M in recurring funds to support annual station operations?	<input type="checkbox"/>	<input type="checkbox"/>
➤ Use the one time payment of \$10M to restore the contingency reserve?	<input type="checkbox"/>	<input type="checkbox"/>

Repurposing/Closing of Schools

- | | ACCEPT | REJECT |
|--|--------------------------|--------------------------|
| ➤ Criteria for repurposing/closing schools? | <input type="checkbox"/> | <input type="checkbox"/> |
| ➤ Move forward with implementation of the criteria and begin engaging communities? | <input type="checkbox"/> | <input type="checkbox"/> |
| ➤ Remove repurposing/closing as an option to respond to the Budget shortfall? | <input type="checkbox"/> | <input type="checkbox"/> |

Class Size Reduction (CSR) Compliance

	ACCEPT	REJECT
➤ Use the \$35 million in FY 2008-09 to continue working towards CSR compliance by FY 2009-10.	<input type="checkbox"/>	<input type="checkbox"/>
➤ No investment in FY 2008-09 and defer the entire compliance burden to FY 2009-10.	<input type="checkbox"/>	<input type="checkbox"/>
➤ Use a portion to defer other recommendations	<input type="checkbox"/>	<input type="checkbox"/>
➤ Use the \$35 million to restore the contingency based on projected FY 2007-08 results.	<input type="checkbox"/>	<input type="checkbox"/>

Food and Nutrition Budget Balancing

ACCEPT REJECT

➤ Increase the meals per labor hour standard to reduce labor costs:

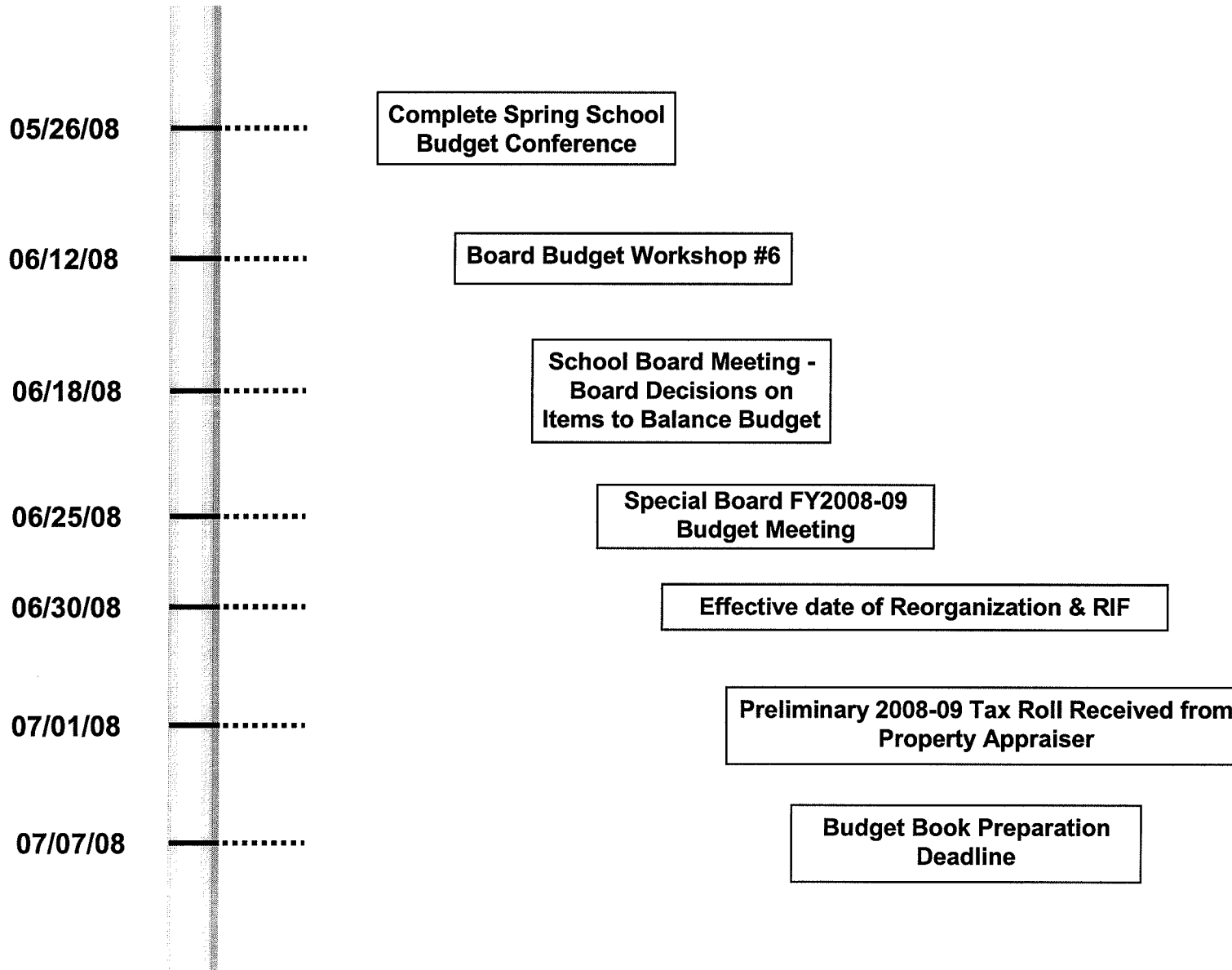
- Align all schools to current standard if they are below it (saves \$1.4 million and has a potential Reduction-in-Force of 125 employees).
- Discuss higher labor standard hours with the union (potential additional savings of up to \$3.7 million in FY 2009-10 if standards are raised to between 19 and 22 meals per hour).*

* *Standard to be negotiated with the union. Initial discussion has already been held with AFSCME*

Additional Revenue Losses and Cost Assumptions since April 28, 2008

	<u>Amount in Millions</u>
➤ Discretionary Millage revenue loss due to decline in the tax roll as per June 1, 2008 memo from the County Assessor	\$4.5
➤ Proposed Florida Light & Power 19% rate hike	9.0
➤ Property/Flood Insurance Costs above the \$65 per FTE cap	5.8
➤ Potential post session reductions after November 2008	35.0
➤ Potential loss of Prior Year revenue adjustment due to change in state statute	24.0
➤ FEFP Adjustment for 2004-05	1.7
Total additional items	<u><u>\$80.0</u></u>

Budget Timeline Going Forward



Budget Timeline Going Forward

