

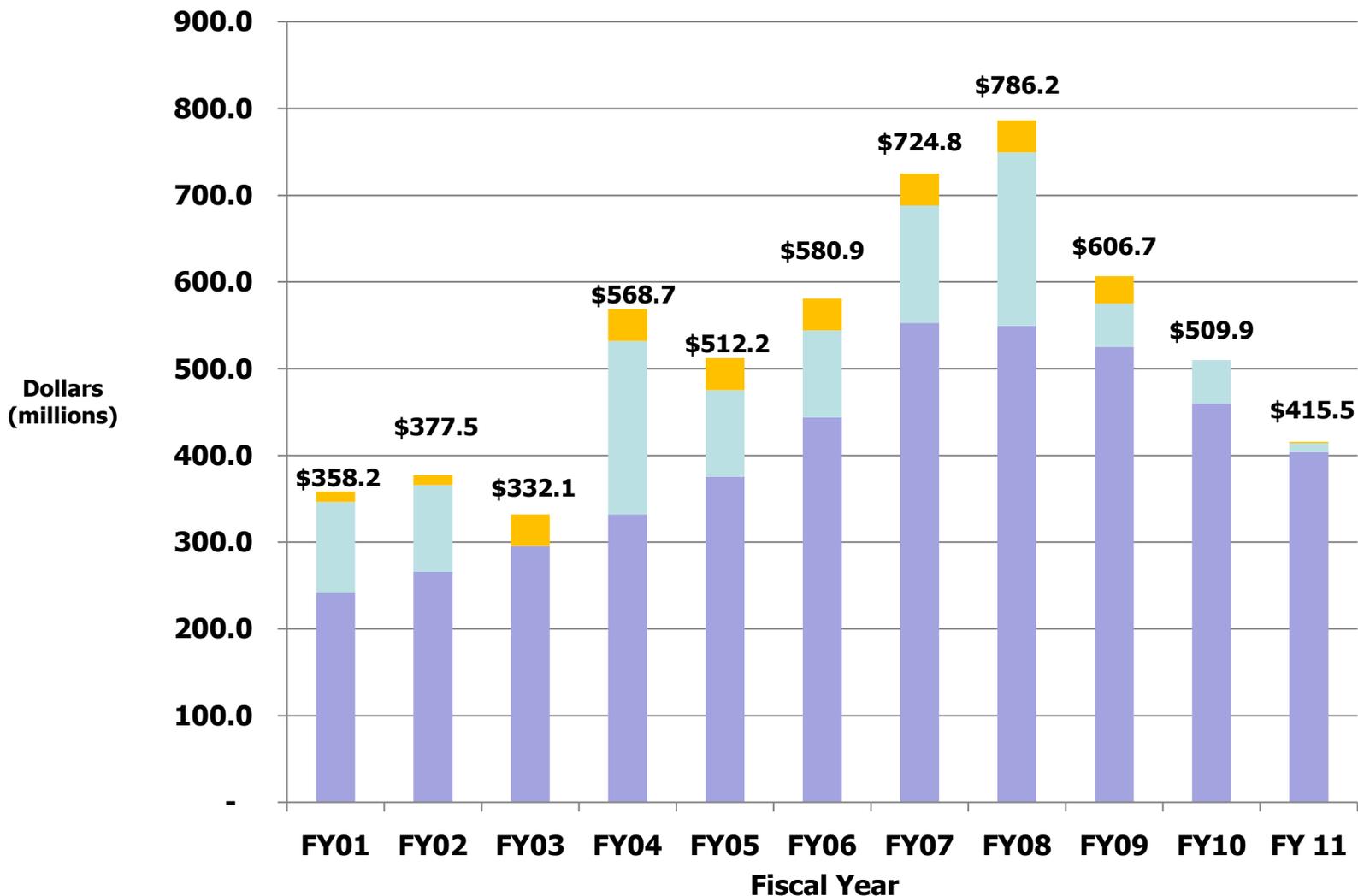


FY 11 Budget Process April 14, 2010

Issues to be Discussed

- 
- **State and Local Revenue Picture**
 - **Fixed Overhead Baseline Budget Concept**
 - **What's included? What's not?**
 - **Process Decision Packages**
 - **Mandated and non-Mandated**
 - **Unfunded Decision Packages**
 - **FY 11 Personnel Allocations**

SOETF & Florida Forever Appropriations, and District Tax Levies



Fixed Overhead Baseline Budget

Items included:

- Operating expenses (less one-time items funded in FY 10)
- Debt service
- Self-insurance charges
- CERP indirect charges
- Property Appraiser/Tax Collector Fees
- Full funding set aside for Personnel Services

In general terms, operating costs allocated here are fixed in nature and would continue even if individual departmental programs were eliminated.



Fixed Overhead Baseline Budget (cont.)

- **Simple, Narrowly Defined (Commitment Item Driven)**
- **Uniform; Treats Everyone Fairly!**
 - **Eliminates debates about which contracts are exceptions to the rule!**
- **Assumes a “keep the lights on” level of funding**
 - **Focuses attention on service level choices in the process decision packages!**
 - **Funding will be rolled over in Oracle for you!**



Fixed Overhead Baseline Budget (cont.)

Items excluded:

- **Contracts**
- **Capital Outlay**
- **Capital Projects (ranked separately through portfolio management)**



Decision Packages Required by April 30, 2010

Group 1:

- **Recurring Ad Valorem Processes**
- **Restricted Funding (Processes and Projects)**

Group 2:

- **Unfunded Decision Packages**
 - **New Mandates**
 - **New Proposed Initiatives**
 - **One-Time Funding Requests**
 - **Recurring Funding Above the Baseline**



Process Decision Packages for Mandated Services

- **Identify the source of the mandate -**
 - **Federal law, Florida Statutes, inter-local agreements, permit requirement, court ordered consent decrees, required to maintain health and safety, or are support functions to District core mission.**



Non-Mandated Process Decision Packages

- **Not all services provided by the District are mandated. However, this does not mean that the services provided are not important to either the end user or to the internal customer.**
- **Non-mandated District services will be evaluated against all other District services provided.**
- **Examples of non-mandated services provided by the District include:**
 - **Recreation**
 - **Business Performance Management Office (BPMO)**



Process Decision Packages

- **Process decision packages (mandated and non-mandated) will be based on FY 10 contractual funding (less one-time expenses). The decision packages will need to identify the service level impacts associated with budget reductions at the following levels:**

-10%

-20%

-30%



Unfunded Decision Packages

- **Used to request funding for:**
 - **One-time items (i.e., capital equipment)**
 - **Funding above the recurring contractual baseline level.**
 - **Funding associated with new mandates (i.e., operating impacts of new capital projects) This will provide visibility to the Governing Board about new costs in a declining revenue environment.**
 - **New Initiatives**



Three Questions to be Addressed within each Decision Packages

- 1. Does it have to be done? If so, show us why!**
- 2. If it has to be done, does it have to be done now?**
- 3. If it has to be done and it has to be done now, does it have to be done to the level we're doing it?**



FY 11 Personnel Allocations

- Full funding for FY 11 Personnel Services will be loaded into Oracle and distributed initially based on the same fund, functional area, and percentages from the adopted FY 10 budget.
- Executive Office makes initial funding decisions for projects and contracts.
- Personnel allocations for FY 11 will then be based on funded projects and contracts.
 - Demand Driven process with emphasis on matching employee skill sets with District business needs.

