Outline of Discussion

• Possible Adjustments to Maintain Current Services
• Increases for Program Expansion or Improvement Under Consideration
• City Employee Compensation
• Capital Improvement Program
• School Superintendent Preliminary Forecast
• Possible Range of Targets for City and School Expenditures
Possible Adjustments to Maintain Current Services

- What’s necessary to maintain current services due to:
  - Declining grants or special revenues
  - Legal requirements (mandates)
  - Inflation and other fixed cost increases (e.g., contracts, rent, utilities)
  - Future impact of previous Council decisions
- If not funded, may be service impacts
- Department requests still being evaluated by OMB/CMO -- currently total $11.2 M
Possible Adjustments to Maintain Current Services - $11.2M
Declining Grants/
Special Revenues and Mandates

- Declining grants and special revenues ($4.6M)
  - Housing
  - Social Services
  - Law Enforcement

- Foster Care/Special Ed. Mandate ($0.8M)

City Council Retreat
November 4, 2006
Other Adjustments to Maintain Current Services

- Transit Subsidies
  - DASH - $0.3 M
  - WMATA - $0.9 M

- Other Possible Adjustments ($4.6 M)
Planned Savings

- Health Insurance Increased Employee Share - $0.6M
- Reduced Long Term Disability and Group Life Insurance Premiums - $0.5M
- Actuarial Recalculation of Closed 1970s Police/Fire Pension Plan - $0.55M
- Additional Vacancy Savings - $0.21M
- Fuel conservation campaign - $63,000
- Deferral of Vehicle Replacements and extension of vehicle life - $86,000
Planned Savings

- Natural Gas - $62,000
- Printing/Binding - $123,000
- After Hour Building Inspections - $53,000
- Outsourcing Offset Printing Production - $218,000
- Motor Pool/Postal&Messenger Services - $52,000
- Telecommunications - $70,000
- Information Technology Efficiencies - $95,000