

BUFFALO FISCAL STABILITY AUTHORITY

RESOLUTION NO. 05 - 58

SET MAXIMUM SPENDING LEVEL FOR SCHOOL DISTRICT

WHEREAS, Chapter 122 of the Laws of 2003 as amended by Chapter 86 of the Laws of 2004 requires the Buffalo Fiscal Stability Authority (“BFSA”) to review and approve or disapprove financial plans or financial plan modifications submitted by the City any covered organization; and

WHEREAS, Chapter 122 of the Laws of 2003 as amended by Chapter 86 of the Laws of 2004 also requires the BFSA to certify revenue estimates upon a determination that the financial plan or financial plan modification is complete and acceptable to BFSA; and

WHEREAS, the School District has approved its budget for 2005-06, which included saving from the single health insurance initiative; and

WHEREAS, a successful legal challenge by unions representing District employees has jeopardized those savings, with the potential for an adverse impact on the financial plan; and

WHEREAS, pending an appeal and arbitration, the District is considering its options and is preparing its contingency plan to restore budgetary balance; and

WHEREAS, the School District is required to operate under a balanced budget pursuant to the BFSA Act; and

WHEREAS, under these circumstances, the BFSA finds it necessary to set a maximum spending level as authorized by Section 3858 (2)(B) of the BFSA Act;

NOW THEREFORE BE IT RESOLVED, that the Buffalo Fiscal Stability Authority does hereby set a maximum spending level for the School District at no more than \$696,069,555.00 as set forth in their approved budget for 2005-06; and

BE IT FURTHER RESOLVED, that the School District is hereby required to provide a budget and financial plan modification to the Buffalo Fiscal Stability Authority for approval at the August 2005 meeting.

This Resolution shall take effect immediately.

Approved July 20, 2005

/S/ Richard Tobe
Richard Tobe
Secretary