Report to the Public Forum and Board

Board Finance Committee
29 June 2007

San Juan, Puerto Rico
Committee Members

• Board Finance Committee
  – Raimundo Beca (Chair)
  – Peter Dengate Thrush
  – Steven Goldstein
  – Rajasekhar Ramaraj
  – Dave Wodelet
  – Alejandro Pisanty (until June 6)
Operating Plan and Budget

- The Finance Committee approved the scope of the Operating Plan in April
- The Board Finance Committee approved the draft budget for posting in May
- Draft budget posted for public comment 17 May (and later in several languages)
- Telephonic consultations were held by the Staff with several constituencies in early June
- Consultation through the week; input sessions in multiple languages
Budget Recommendations to the Board. Approved at June 24

- Finance Committee recommends that the Board and community:
  - Accept staff recommendation that this budget represents the resources necessary to execute the posted operating plan
  - Adopts the financial budget targets proposed in the FY08 budget, with management discretion to use contingency and execute the plans as needs/issues arise
  - Approves the formal process used to solicit feedback, and appreciates that the feedback has been identified and accommodated through changes to the budget or further analysis for next year
  - Approve the as-amended proposed budget to be adopted for Fiscal Year 2008, including increased support for translation, administrative support, revenue plans and fee structures
  - Amend the planning calendar for FY 2008 to allow for the budget and operating plan to be introduced earlier, and at the same time
  - Direct staff to assess reserve fund requirement (level and timing) and short and long term revenue models—and report back to Board in Los Angeles
Other Matters

• The Finance Committee recommended that the Board authorize the CEO and COO to negotiate and execute a new facility lease for ICANN in the Los Angeles area. This recommendation was approved by the Board on 25 April 2007

• The BFC approved on June to hire a consultant to assist it in developing an Investment Policy to be implemented in FY 2008

• Staff provided a report to the BFC indicating that the fiscal results for FY07 are expected to be better than planned. Revenues are forecasted to approximate $47.2 MM, and expenses lower than plan
Thank You